

**WASATCH COUNTY, UTAH**  
**Basic Financial Statements**  
**with**  
**Independent Auditors' Report**  
Year Ended December 31, 2014



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## INDEPENDENT AUDITORS' REPORT

Honorable County Council Members  
Wasatch County  
Heber City, Utah

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Wasatch County, Utah as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Heber Valley Special Service District, Heber Valley Tourism & Economic Development, Timberlakes Water Special Service District, and the Jordanelle Special Service District, which are shown as discretely presented component units. We did not audit the financial statements of Twin Creeks Special Service District, North Village Special Service District, Wasatch County Fire Protection Special Service District, Brighton Estates Special Service District, and Strawberry Lakeview Special Service District which are reported as blended component units. These statements were audited or compiled by other auditors and accountants whose reports have been furnished to us, and our opinion insofar as it relates to the amounts included for those component units, is based solely on the reports of such other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Wasatch County, Utah, as of December 31, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages MDA-1 thru MDA-9, and other required supplementary information (condition rating of road system and the budget comparison for the general fund) on pages 42-44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Wasatch County's basic financial statements. The combining and individual nonmajor fund financial statements, the Statement of Cash Receipts and Disbursement – Tax Collection Agency, and Statement on Current Taxes Levied, Collected, and Treasurer's Relief, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of State Grants, Contracts and Loan Funds is presented for purposes of additional analysis as required by the *Utah State Compliance Audit Guide*, and is not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the Schedule of Expenditures of State Grants, Contracts and Loan Funds and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the Schedule of Expenditures of State Grants, Contracts and Loan Funds and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated August 25, 2015, on our consideration of Wasatch County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Wasatch County's internal control over financial reporting and compliance.



Larson & Company, PC  
Spanish Fork, Utah  
August 20, 2015

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

This discussion of Wasatch County's financial performance provides an overview of the County's financial activities for the year ending December 31, 2014. This report is in conjunction with the County's financial statements. All amounts, unless otherwise indicated, are expressed in **thousands of dollars** from pages MDA-1 to MDA-9.

The purpose of the County is to provide general services to its residents, which include general government, public safety, public health, highways and public improvements, park and recreation, and economic development. Additional services provided to residents in the unincorporated areas include road maintenance and fire control.

**Financial Highlights**

- The assets of Wasatch County exceeded its liabilities as of the close of the most recent year by \$160,141 (net assets). Of this amount \$20,898 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$6,054.
- The revenues and expenditures were less than the adopted budgeted amounts.
- At the close of the current year, the Wasatch County governmental funds reported combined ending fund balances of \$19,533. Approximately 40 percent of this total amount, \$7,752 is available for spending at the government's discretion (unreserved fund balance).
- At the end of the current year, unreserved fund balance for the general fund was \$9,043 or 52 percent of total general fund revenues.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to Wasatch County's basic financial statements. Wasatch County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of Wasatch County's finances, in a manner similar to a private-sector business.

The statement of the net assets presents information on all of Wasatch County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

decreases in net assets may serve as a useful indicator of whether the financial position of Wasatch County is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Wasatch County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of Wasatch County include general government, public safety, public health, highways and public improvements, parks and recreation, and economic development. The business-type activities of Wasatch County include solid waste services, sewer, road maintenance, municipal and industrial water and also secondary water for supplemental and agricultural purposes.

The government-wide financial statements include not only Wasatch County itself (known as the primary government), but also five legally separate special service districts for which Wasatch County is financially accountable. They include Heber Valley Special Service District, Jordanelle Special Service District, Timberlakes Water Special Service District, Wasatch County Fire Protection Special Service District and Wasatch County Special Service District #9 (Mineral lease monies). Financial information for these component units is reported separately from the financial information presented for the primary government itself and may be obtained in the management and discussion analysis of each individual component unit.

Refer to the table of contents for the location of the government-wide financial statements.

**Fund financial statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Wasatch County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Wasatch County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Wasatch County maintains thirty individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund which is considered to be the only major fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Wasatch County adopts an annual appropriated budget for all its governmental funds. Budgetary comparison statements have been provided for the general fund and major special revenue funds to demonstrate compliance with those budgets.

Refer to the table of contents for the location of the basic governmental fund financial statements.

**Proprietary funds**

Wasatch County maintains eleven individual business-type funds. Information is presented separately in the proprietary funds statement of net assets and in the proprietary funds statement of revenues, expenses, and changes in fund net assets for the Solid Waste special service district, Twin Creeks special service district, and North Village special service district all of which are considered to be major funds. Data from the other four proprietary funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major proprietary funds is provided in the form of combining statements elsewhere in this report.

Refer to the table of contents for the location of the basic proprietary fund financial statements.

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

**Fiduciary funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Wasatch County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Refer to the table of contents for the location of the basic fiduciary fund financial statements.

**Notes to the financial statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are part of the basic financial statements.

**Other information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Wasatch County.

The combining statements referred to earlier in connection with non-major governmental funds and proprietary funds are presented immediately following the required supplementary information.

**Government-wide financial analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Wasatch County, assets exceeded liabilities by \$160,141 at the close of the most recent fiscal year.

By far the largest portion of Wasatch County's net position (67 percent) reflects its investment in capital assets (e.g. land, buildings, machinery, equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. Wasatch County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Wasatch County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

**Wasatch County's Net Position**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 26,544	\$ 23,925	\$ 37,911	\$ 39,068	\$ 64,455	\$ 62,993
Capital assets	68,672	68,740	78,642	76,344	147,314	145,084
Total assets	95,216	92,665	116,553	115,412	211,769	208,077
Long-term liabilities outstanding	12,015	13,418	28,281	30,148	40,296	43,566
Other liabilities	7,020	4,462	4,311	6,490	11,331	10,952
Total liabilities	19,035	17,880	32,592	36,638	51,627	54,518
Net position						
Invested in capital assets						
net of related debt	55,848	54,841	51,177	45,187	107,025	100,028
Restricted	4,102	4,316	28,116	28,882	32,218	33,198
Unrestricted	16,230	15,628	4,668	4,705	20,898	20,333
Total Net Position	\$ 76,180	\$ 74,785	\$ 83,961	\$ 78,774	\$ 160,141	\$ 153,559

A portion of Wasatch County's net position (22 percent) represents resources that are subject to external restrictions on how they may be used.

At the end of the year, Wasatch County is able to report positive balances in all three categories of net position.

**Governmental activities**

Governmental activities increased Wasatch County's net position by \$1,279. Key elements of this increase are shown on the following page as follows:

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

**Wasatch County's Changes in Net Position**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program Revenues:						
Charges for services	\$ 6,906	\$ 6,058	\$ 5,831	\$ 5,648	\$ 12,737	\$ 11,706
Operating grants and contributions	3,366	3,780	-	-	3,366	3,780
Capital grants and contributions	472	372	5,349	2,015	5,821	2,387
General Revenues:						
Property taxes	17,203	16,317	-	-	17,203	16,317
Other taxes	1,148	1,079	-	-	1,148	1,079
Gain (loss) on sale of assets	4	(1)	(4)	6	-	5
Gain (loss) on Investment in joint venture	-	-	(99)	(170)	(99)	(170)
Grants and contributions not restricted to specific programs	110	811	-	-	110	811
Unrestricted investment earnings	85	86	2,472	2,595	2,557	2,681
Transfers In(out)	-	1,641	-	(1,641)	-	-
Miscellaneous revenues	592	414	218	85	810	499
Total revenues	<u>29,886</u>	<u>30,557</u>	<u>13,767</u>	<u>8,538</u>	<u>43,653</u>	<u>39,095</u>
Expenses:						
General government	7,307	7,293	-	-	7,307	7,293
Public Health	2,947	2,746	-	-	2,947	2,746
Public Safety	11,076	9,451	-	-	11,076	9,451
Streets and public improvements	2,575	2,521	-	-	2,575	2,521
Parks and Recreation	2,850	2,648	-	-	2,850	2,648
Economic Development	1,018	732	-	-	1,018	732
Intergovernmental	429	437	-	-	429	437
Interest on long-term debt	405	451	-	-	405	451
Solid Waste SSD	-	-	3,232	2,500	3,232	2,500
Twin Creeks SSD	-	-	3,754	6,431	3,754	6,431
North Village SSD	-	-	1,193	1,521	1,193	1,521
Wasatch Co. Fire Protection SSD	-	-	-	145	-	145
Other business-type activities	-	-	813	806	813	806
Total expenses	<u>28,607</u>	<u>26,279</u>	<u>8,992</u>	<u>11,403</u>	<u>37,599</u>	<u>37,682</u>
Increase/(decrease) in net position	1,279	4,279	4,775	(2,865)	6,054	1,413
Net position - beginning	74,785	70,384	78,775	81,639	152,024	152,023
Prior period adjustment	116	122	411	-	527	122
Net position - ending	<u>\$ 76,180</u>	<u>\$ 74,785</u>	<u>\$ 83,961</u>	<u>\$ 78,774</u>	<u>\$ 158,605</u>	<u>\$ 153,558</u>

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

**Business type activities**

Business-type activities had an increase of 4,775 in net assets for the year.

**Financial Analysis of the Government's Funds**

As noted earlier, Wasatch County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds**

The focus of Wasatch County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Wasatch County's financing requirements. In particular unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

At the end of the year, Wasatch County's governmental funds reported combined ending fund balances of \$19,553, an increase of \$63 in comparison with the prior year. Approximately 40 percent of this amount (\$7,752) constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed.

The general fund is the chief operating fund of Wasatch County. At the end the current year, unreserved fund balance of the general fund was \$9,043. As a measure of the general fund's liquidity, it may be useful to compare unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 52 percent of total general fund revenues.

**Proprietary funds**

Wasatch County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the proprietary funds at the end of the year amounted to \$4,668.

**General Fund Budgetary Highlights**

Differences between the original budget and the final amended budget of \$419 can be briefly summarized as follows:

- \$111 Employee payroll and benefit corrections for clerk/auditor, attorney, surveyor, ambulance, dispatch, and weed and pest departments.

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MANAGEMENT'S DISCUSSION AND ANALYSIS  
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- \$326 increase for Public safety
- \$188 Public Works building and grounds
- \$70 for Parks & Rec payroll and benefit corrections and equipment and special events adjustments
- \$295 for Transfers to special projects
- \$46 Public Defender B in Attorney's office

The actual increase of \$432 was funded with property taxes, grants, federal pay-in-lieu, and other miscellaneous revenues.

### **Capital Asset and Debt Administration**

#### **Capital assets**

Wasatch County's investment in capital assets for its governmental and business type activities as of December 31, 2014, amounts to \$147,313 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, equipment, and infrastructure, which includes roads, highways, bridges, and construction in progress. The total increase in Wasatch County's investment in capital assets for the current year was \$2,229.

Also, the county has elected to use the modified approach to account for its infrastructure assets, such as roads and bridges. That information can be found in the required supplemental information following the notes to the financial statements.

**Wasatch County's Capital Assets  
(net of depreciation)**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 12,796	\$ 11,848	\$ 40,224	\$ 40,127	\$ 53,020	\$ 51,975
Infrastructure	23,661	23,664	813	806	24,474	24,470
Buildings & improvements	28,201	29,032	1,712	2,058	29,913	31,090
Equipment	3,353	3,565	1,126	1,133	4,479	4,698
Infrastructure - Depreciable	589	631	31,960	31,880	32,549	32,511
Construction in progress	71	-	2,807	340	2,878	340
Total	<u>\$ 68,671</u>	<u>\$ 68,740</u>	<u>\$ 78,642</u>	<u>\$ 76,344</u>	<u>\$ 147,313</u>	<u>\$ 145,084</u>

Additional Information on Wasatch County's capital assets can be found in the notes to the financial statements.

**WASATCH COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

**Long -term debt**

At the end of the current year, Wasatch County had total long term debt outstanding of \$40,835. The debt represents both general obligation bonds and revenue bonds secured solely by specified revenue sources (i.e. revenue bonds), capital leases payable and notes payable.

**Wasatch County Outstanding Debt**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenue bonds	\$ 9,285	\$ 9,598	\$ 27,705	\$ 28,930	\$ 36,990	\$ 38,528
General obligation bonds	2,879	3,319	-	-	2,879	3,319
Other notes payable	544	636	-	2,230	544	2,866
Capital leases	-	-	422	516	422	516
Total	<u>\$ 12,708</u>	<u>\$ 13,553</u>	<u>\$ 28,127</u>	<u>\$ 31,676</u>	<u>\$ 40,835</u>	<u>\$ 45,229</u>

State statutes limit the amount of general obligation debt a governmental entity may issue to 2 percent of its total fair market value of taxable property in the county. The current debt limitation for Wasatch County is \$94,888. Wasatch County has general obligation debt of \$2,879.

Additional information on Wasatch County's long-term debt can be found in the notes of the financial statements.

**Requests for Information**

This financial report is designed to provide a general overview of Wasatch County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Wasatch County/Auditor, 25 North Main, Heber City, Utah 84032.

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## **BASIC FINANCIAL STATEMENTS**

**Wasatch County**  
**Statement of Net Position**  
**December 31, 2014**

	Primary Government			Component Units
	Governmental	Business-type	Totals	
	Activities	Activities		
ASSETS				
Cash and cash equivalents	\$ 17,223,475	\$ 4,038,475	\$ 21,261,950	\$ 4,655,940
Investment, at cost	-	374,572	374,572	4,044,486
Restricted cash and cash equivalents	4,463,129	5,536,808	9,999,937	8,541,091
Receivable with treasurer	2,935,700	40,369	2,976,069	-
Accounts receivable - net	1,526,093	6,555,389	8,081,482	7,300,877
Special assessment receivable	-	21,212,341	21,212,341	25,678,268
Due from other governmental entities	395,550	152,784	548,334	40,805
Other restricted assets	-	-	-	39,258,936
Other assets	-	-	-	3,759,170
Capital Assets (Net of Accumulated Deprecation):				
Land, easements, and water rights	12,795,934	40,224,190	53,020,124	32,386,282
Infrastructure-nondepreciable	23,661,355	812,675	24,474,030	-
Buildings and improvements	28,201,134	1,711,547	29,912,681	36,501,103
Machinery and equipment	3,353,014	1,125,989	4,479,003	2,087,235
Infrastructure-depreciable	589,325	31,959,638	32,548,963	53,379,088
Construction in progress	70,538	2,807,593	2,878,131	1,829,463
Capital assets not in use	-	-	-	26,355,558
Total Assets	95,215,247	116,552,370	211,767,617	245,818,302
LIABILITIES				
Accounts payable	2,056,856	217,946	2,274,802	294,459
Accrued payroll and benefits	575,452	57,744	633,196	282,013
Accrued interest	45,106	1,131,657	1,176,763	12,384,839
Bonds and deposits held	590,329	-	590,329	107,855
Due to other governmental entities	23,833	1,439,348	1,463,181	-
Contingencies	2,381,712	-	2,381,712	-
Unearned revenue-current	-	135,302	135,302	794,226
Bonds payable-current	1,249,000	1,232,061	2,481,061	39,941,895
Capital leases payable-current	-	96,873	96,873	-
Notes payable-current	97,620	-	97,620	212,836
Payable - other governmental units - current	-	-	-	283,311
Accrued compensated absences	653,989	96,093	750,082	198,149
Unearned assessment revenue-noncurrent	-	1,285,850	1,285,850	-
Unearned revenue-noncurrent	-	4,980	4,980	2,767,574
Bonds payable-noncurrent	10,915,000	26,473,140	37,388,140	15,015,567
Notes payable-noncurrent	446,206	-	446,206	1,999,758
Capital leases payable-noncurrent	-	324,653	324,653	-
Payable - other governmental units - noncurrent	-	-	-	911,000
Other liabilities-noncurrent	-	96,000	96,000	-
Total Liabilities	19,035,103	32,591,647	51,626,750	75,193,482
NET POSITION				
Net investment in capital assets	55,847,830	51,176,639	107,024,469	97,414,268
Restricted for:				
Municipal services	563,457	-	563,457	-
Capital projects	1,307,540	1,175,454	2,482,994	5,420,894
Debt service	1,126,253	26,940,814	28,067,067	58,808,855
Other purposes	1,104,465	-	1,104,465	315,966
Unrestricted	16,230,599	4,667,816	20,898,415	8,664,837
Total net position	\$ 76,180,144	\$ 83,960,723	\$ 160,140,867	\$ 170,624,820

**Wasatch County**  
**Statement of Activities**  
**For the Year Ended December 31, 2014**

Function/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government Business-type Activities	Total	
Primary Government:								
Governmental activities:								
General government	\$ 7,307,062	\$ 388,626	\$ 839,427	\$ -	\$ (6,079,009)	\$ -	\$ (6,079,009)	\$ -
Public safety	11,076,236	4,921,302	194,630	471,635	(5,488,669)	-	(5,488,669)	-
Public health	2,946,526	494,426	2,312,927	-	(139,173)	-	(139,173)	-
Streets and public improvements	2,574,810	82,775	-	-	(2,492,035)	-	(2,492,035)	-
Parks, recreation, and public property	2,850,032	1,018,783	13,315	-	(1,817,934)	-	(1,817,934)	-
Conservation and economic development	1,018,108	-	5,800	-	(1,012,308)	-	(1,012,308)	-
Intergovernmental	428,966	-	-	-	(428,966)	-	(428,966)	-
Interest on long term debt	405,393	-	-	-	(405,393)	-	(405,393)	-
Total Governmental Activities	28,607,133	6,905,912	3,366,099	471,635	(17,863,487)	-	(17,863,487)	-
Business-type activities:								
Solid Waste Special Service District	3,232,418	3,006,376	-	-	-	(226,042)	(226,042)	-
Twin Creeks Special Service District	3,753,877	1,180,676	-	5,342,481	-	2,769,280	2,769,280	-
North Village Special Service District	1,193,009	771,863	-	6,404	-	(414,742)	(414,742)	-
Other business-type activities	812,343	871,741	-	-	-	59,398	59,398	-
Total Business-type Activities	8,991,647	5,830,656	-	5,348,885	-	2,187,894	2,187,894	-
Total Primary Government	\$ 37,598,780	\$ 12,736,568	\$ 3,366,099	\$ 5,820,520	(17,863,487)	2,187,894	(15,675,593)	-
Component Units:								
Wasatch County SSD #9	\$ 890,730	\$ -	\$ -	\$ 1,018,337				127,607
Heber Valley Tourism & Economic Development	724,416	-	509,556	-				(214,860)
Heber Valley SSD	1,573,007	678,317	-	809,102				(85,588)
Timberlakes Water SSD	1,386,256	866,890	-	-				(519,366)
Jordanelle SSD	16,226,751	5,954,900	-	475,533				(9,796,318)
Total Component Units	\$ 20,801,160	\$ 7,500,107	\$ 509,556	\$ 2,302,972				(10,488,525)
General Revenues:								
Taxes					17,202,939	-	17,202,939	-
Earnings on investments					85,180	2,471,896	2,557,076	123,986
Bond interest assessment					-	-	-	3,414,381
Miscellaneous					591,609	217,970	809,579	443,226
Payment in lieu of tax					1,148,094	-	1,148,094	-
Gain (loss) on sale of assets					4,250	(3,549)	701	(172,840)
Gain (loss) on investment in joint venture					-	(98,892)	(98,892)	-
Contributions					110,147	-	110,147	13,874
Total General Revenues and Transfers					19,142,219	2,587,425	21,729,644	3,822,627
Change in Net Position					1,278,732	4,775,319	6,054,051	(6,665,898)
Net Position - Beginning					74,785,110	79,185,404	153,970,514	172,745,801
Prior period adjustment					116,302	-	116,302	4,544,917
Net Position - Ending					\$ 76,180,144	\$ 83,960,723	\$ 160,140,867	\$ 170,624,820

**Wasatch County  
Balance Sheet  
Governmental Funds  
December 31, 2014**

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Cash and investments	\$ 8,116,090	\$ 8,397,196	\$ 16,513,286
Restricted cash and cash equivalents	311,256	4,151,873	4,463,129
Receivable with treasurer	2,119,939	815,761	2,935,700
Accounts receivable (net)	749,175	763,598	1,512,773
Other governmental unit receivables	-	395,550	395,550
Total Assets	<b>\$ 11,296,460</b>	<b>\$ 14,523,978</b>	<b>\$ 25,820,438</b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 548,696	\$ 1,372,972	\$ 1,921,668
Accrued payroll	376,070	151,314	527,384
Accrued compensated absences	426,842	187,933	614,775
Accrued liabilities	-	31,944	31,944
Contingencies	-	2,381,712	2,381,712
Bonds and deposits held	588,070	-	588,070
Inmate deposits	2,259	-	2,259
Due to other units	-	23,833	23,833
Total Liabilities	<b>1,941,937</b>	<b>4,149,708</b>	<b>\$ 6,091,645</b>
Deferred Inflows of Resources			
Uncollected ambulance service receipts	-	63,118	63,118
Uncollected assessments	-	112,420	112,420
Total deferred inflows of resources	<b>-</b>	<b>175,538</b>	<b>175,538</b>
Fund balances:			
Restricted:			
Municipal services	-	563,457	563,457
Emergency 911 service	-	720,104	720,104
Liquor distribution	-	73,105	73,105
Correctional facilities	-	928,461	928,461
Parks and recreation	-	395,723	395,723
Special events center	-	76,188	76,188
Building authority	302,891	-	302,891
Government buildings	-	730,530	730,530
Public safety	8,365	-	8,365
Committed:			
Health	-	1,652,158	1,652,158
Parks and recreation	-	378,494	378,494
Library	-	1,393,420	1,393,420
Convention bureau	-	1,819,769	1,819,769
Tourist and recreation	-	1,547,758	1,547,758
Assigned	-	1,210,412	1,210,412
Unassigned	9,043,267	(1,290,847)	7,752,420
Total fund balances	<b>9,354,523</b>	<b>10,198,732</b>	<b>19,553,255</b>
Total liabilities and fund balances	<b>\$ 11,296,460</b>	<b>\$ 14,523,978</b>	<b>\$ 25,820,438</b>

**Wasatch County**  
**Reconciliation of Total Governmental Fund Balances to**  
**Net Position of Governmental Activities**  
**December 31, 2014**

Total fund balances - governmental fund types:	<u>\$ 19,553,255</u>
Amount reported in the governmental activities on the statement of net position are different because:	
Capital Assets used in the governmental activities are not financial resources and, therefore, are not reported in the funds.	68,671,300
Long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds.	(12,752,932)
Elimination of internal service fund current assets and current liabilities which are not reported in the funds, but are reported in the Statement of Net Position	532,983
Accounts receivable not available to pay for current period expenditures are deferred in the governmental funds balance sheet.	175,538
	<hr/>
Net position of governmental activities	<u><u>\$ 76,180,144</u></u>

**Wasatch County**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2014**

	General Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>			
Taxes	\$ 10,443,804	\$ 6,759,136	\$ 17,202,940
Licenses and permits	1,253,029	-	1,253,029
Intergovernmental revenues	2,426,174	2,088,019	4,514,193
Charges for services	2,424,655	2,881,413	5,306,068
Fines and forfeitures	642,912	-	642,912
Investment income	40,054	45,126	85,180
Miscellaneous	137,579	454,029	591,608
Total Revenues	<b>17,368,207</b>	<b>12,227,723</b>	<b>29,595,930</b>
<b>EXPENDITURES</b>			
Current:			
General government	5,918,346	902,164	6,820,510
Public safety	7,364,546	3,413,150	10,777,696
Public health	900,033	2,006,713	2,906,746
Street and public improvements	1,588,945	874,161	2,463,106
Parks, recreation, and public property	76,055	2,565,210	2,641,265
Conservation and economic development	124,411	886,436	1,010,847
Intergovernmental expenditures	405,138	-	405,138
Miscellaneous	23,452	-	23,452
Capital outlay	-	1,046,717	1,046,717
Debt Service	127,062	1,424,586	1,551,648
Total Expenditures	<b>16,527,988</b>	<b>13,119,137</b>	<b>29,647,125</b>
Excess Revenues Over (Under) Expenditures	<b>840,219</b>	<b>(891,414)</b>	<b>(51,195)</b>
<b>Other financing sources (uses)</b>			
Contributions	5,566	104,581	110,147
Sale of capital assets	-	4,250	4,250
Transfers in	100,000	1,513,437	1,613,437
Transfers out	(925,000)	(688,437)	(1,613,437)
Total Other Financing Sources and Uses	<b>(819,434)</b>	<b>933,831</b>	<b>114,397</b>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	20,785	42,417	63,202
Fund Balances - Beginning	9,333,738	10,040,013	19,373,751
Prior period adjustment	-	<b>116,302</b>	<b>116,302</b>
Fund Balances - Ending	<b>\$ 9,354,523</b>	<b>\$ 10,198,732</b>	<b>\$ 19,553,255</b>

**Wasatch County**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended December 31, 2014**

Net changes in fund balances - total governmental funds	<u>\$ 63,202</u>
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.	(299,977)
Accounts receivable not available to pay for current period expenditures are deferred in the governmental funds balance sheet. This is the change in that balance.	175,538
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect of Net Position. This amount is the net effect of these differences in the treatment of long-term debt and related items.	1,146,255
Internal service funds are used by management to charge the cost of internal service to individual funds. The net revenue of certain activities of internal service funds are reported with the governmental activities.	<u>56,040</u>
Change in net position of governmental activities	<u><u>\$ 1,278,732</u></u>

**Wasatch County**  
**Statement of Net Position – Proprietary Funds**  
**December 31, 2014**

	Business-Type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Solid Waste District	Twin Creeks District	North Village District	Nonmajor Funds	Total	
<b>ASSETS</b>						
<b>Current Assets:</b>						
Cash and cash equivalents	\$ 399,963	\$ 868,965	\$ 940,562	\$ 1,828,985	\$ 4,038,475	\$ 710,189
Receivables (net)	34,755	3,754,504	648,248	212,182	4,649,689	13,320
Current portion special assessment receivable	-	673,985	332,945	-	1,006,930	-
Recievable with treasurer	40,369	-	-	-	40,369	-
Due from related parties	-	-	-	152,784	152,784	-
Total Current Assets	475,087	5,297,454	1,921,755	2,193,951	9,888,247	723,509
<b>Noncurrent Assets</b>						
Restricted cash and cash equivalents	-	4,493,998	1,042,810	-	5,536,808	-
Investment - Joint venture Blue Bench Landfill	374,572	-	-	-	374,572	-
Contract receivable	-	952,850	952,850	-	1,905,700	-
Special assessment receivable	-	17,735,582	2,469,829	-	20,205,411	-
Capital assets (net of accumulated depreciation						
Land, easements, and water rights	236,250	32,857,853	7,130,087	-	40,224,190	-
Infrastructure - nondepreciable	-	805,175	7,500	-	812,675	-
Construction in progress	-	2,807,593	-	-	2,807,593	-
Buildings and improvements	14,574	1,696,973	-	-	1,711,547	-
Machinery & Equipment, net	1,125,989	-	-	-	1,125,989	1,015,066
Infrastructure	-	26,735,344	4,938,136	286,158	31,959,638	-
Total Noncurrent Assets	1,751,385	88,085,368	16,541,212	286,158	106,664,123	1,015,066
Total Assets	2,226,472	93,382,822	18,462,967	2,480,109	116,552,370	1,738,575
<b>LIABILITIES</b>						
<b>Current Liabilities:</b>						
Checks in excess of deposits	-	-	-	-	-	-
Accounts payable	84,688	127,121	2,760	3,377	217,946	135,188
Accrued payroll and related expenses	57,744	-	-	-	57,744	16,124
Accrued interest	1,683	1,047,187	82,787	-	1,131,657	-
Due to other governmental agencies	-	591,450	65,768	782,130	1,439,348	-
Judgements and settlement payable	-	-	-	-	-	-
Unearned revenue	-	58,608	6,149	70,545	135,302	-
Capital leases payable - current	96,873	-	-	-	96,873	-
Bonds payable - current	85,000	704,061	443,000	-	1,232,061	-
Total Current Liabilities	325,988	2,528,427	600,464	856,052	4,310,931	151,312
<b>Noncurrent Liabilities:</b>						
Accrued compensated absences	96,093	-	-	-	96,093	39,214
Unearned revenue	-	-	4,980	-	4,980	-
Payable - related governmental units	-	1,285,850	-	-	1,285,850	-
Capital leases payable	324,653	-	-	-	324,653	-
Bonds payable	87,000	23,175,140	3,211,000	-	26,473,140	-
Other noncurrent liabilities	-	-	-	96,000	96,000	-
Total Noncurrent Liabilities	507,746	24,460,990	3,215,980	96,000	28,280,716	39,214
Total Liabilities	833,734	26,989,417	3,816,444	952,052	32,591,647	190,526
<b>NET POSITION</b>						
Net Investment in Capital Assets	783,287	41,023,737	9,073,692	295,923	51,176,639	1,015,066
Restricted for:						
Capital projects	-	957,109	218,345	-	1,175,454	-
Debt service	-	23,965,543	2,975,271	-	26,940,814	-
Contractual agreement	-	-	-	-	-	-
Unrestricted	609,451	447,016	2,379,215	1,232,134	4,667,816	532,983
Total Net Position	\$ 1,392,738	\$ 66,393,405	\$ 14,646,523	\$ 1,528,057	\$ 83,960,723	\$ 1,548,049

**Wasatch County**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2014**

	Business-Type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Solid Waste District	Twin Creeks District	North Village District	Nonmajor Funds	Total	
Operating Revenues:						
Charges for sales and services	\$ 3,006,376	\$ 1,180,676	\$ 771,863	\$ 871,741	\$ 5,830,656	\$ 1,052,852
Intergovernmental revenue	-	-	-	-	-	-
Miscellaneous revenue	190,921	330	26,719	-	217,970	-
Total Operating Revenues	<u>3,197,297</u>	<u>1,181,006</u>	<u>798,582</u>	<u>871,741</u>	<u>6,048,626</u>	<u>1,052,852</u>
Operating Expenses:						
Salaries and wages	1,035,028	-	-	-	1,035,028	297,972
Employee benefits	486,171	-	-	-	486,171	153,610
Materials, supplies and services	1,448,673	805,186	161,332	802,903	3,218,094	423,343
Water leases	-	-	640,007	-	640,007	-
Bad debt	-	53	-	46	99	-
Depreciation and amortization expense	232,093	670,387	121,195	9,394	1,033,069	200,677
Total operating expenses	<u>3,201,965</u>	<u>1,475,626</u>	<u>922,534</u>	<u>812,343</u>	<u>6,412,468</u>	<u>1,075,602</u>
Operating Income	<u>(4,668)</u>	<u>(294,620)</u>	<u>(123,952)</u>	<u>59,398</u>	<u>(363,842)</u>	<u>(22,750)</u>
Nonoperating Revenues (Expenses):						
Interest revenue	2,810	22,997	933	6,607	33,347	3,272
Bond interest assessments	-	2,219,616	218,933	-	2,438,549	-
Interest expense	(30,453)	(2,278,251)	(211,975)	-	(2,520,679)	-
Gain (Loss) on sale of assets	-	16,052	(10,000)	(9,601)	(3,549)	75,518
Judgments and settlements	-	-	-	-	-	-
Payment on behalf of related governmental unit	-	-	(58,500)	-	(58,500)	-
Transfers In (Out)	-	-	-	-	-	-
Gain/Loss from Joint Venture in Blue Bench Landfill	(98,892)	-	-	-	(98,892)	-
Total Nonoperating Revenues (Expenses)	<u>(126,535)</u>	<u>(19,586)</u>	<u>(60,609)</u>	<u>(2,994)</u>	<u>(209,724)</u>	<u>78,790</u>
Net income (loss) before contributions	<u>(131,203)</u>	<u>(314,206)</u>	<u>(184,561)</u>	<u>56,404</u>	<u>(573,566)</u>	<u>56,040</u>
Capital Contributions						
Contributions from developers	-	4,972,475	-	-	4,972,475	-
Impact fees	-	370,006	6,404	-	376,410	-
Total capital contributions	<u>-</u>	<u>5,342,481</u>	<u>6,404</u>	<u>-</u>	<u>5,348,885</u>	<u>-</u>
Change in net position	(131,203)	5,028,275	(178,157)	56,404	4,775,319	56,040
Net position - beginning of year as previously reported	1,523,941	60,954,046	14,824,680	1,471,653	78,774,320	1,492,009
Cumulative effect of prior period adjustments	-	411,084	-	-	411,084	-
Total net position - beginning (as restated)	<u>1,523,941</u>	<u>61,365,130</u>	<u>14,824,680</u>	<u>1,471,653</u>	<u>79,185,404</u>	<u>1,492,009</u>
Total net position - ending	<u>\$ 1,392,738</u>	<u>\$ 66,393,405</u>	<u>\$ 14,646,523</u>	<u>\$ 1,528,057</u>	<u>\$ 83,960,723</u>	<u>\$ 1,548,049</u>

**Wasatch County**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2014**

	Business-Type Activities - Enterprise Funds					
	Solid Waste District	Twin Creeks District	North Village District	Nonmajor Funds	Total	Governmental Activities - Internal Service Funds
<b>Cash Flows From Operating Activities</b>						
Receipts from customers and users	\$ 3,209,301	\$ 1,341,049	\$ 1,043,770	\$ 843,224	\$ 6,437,344	\$ -
Receipts from interfund services provided	-	-	-	-	-	1,043,096
Payments to suppliers	(1,464,816)	(862,314)	(793,202)	(747,662)	(3,867,994)	(319,445)
Payments to employees	(1,497,848)	-	-	(16,114)	(1,513,962)	(441,633)
Net cash provided (used) by operating activities	246,637	478,735	250,568	79,448	1,055,388	282,018
<b>Cash Flows From Noncapital Financing Activities</b>						
Payment on behalf of related governmental unit	-	-	(58,500)	-	(58,500)	-
Net cash provided (used) noncapital financing activities	-	-	(58,500)	-	(58,500)	-
<b>Cash Flows From Capital and Related Financing Activities</b>						
Increase (decrease) in due to/due from other funds	-	-	-	11,330	11,330	6,610
Purchases and construction of capital assets	(240,009)	(25,826)	-	(2,020)	(267,855)	(366,384)
Proceeds/(Loss) from sale of capital assets	-	17,000	-	(9,336)	7,664	141,500
Bond assessment receipts	-	4,005,237	691,157	-	4,696,394	-
Capital contributions	-	340,396	6,404	-	346,800	-
Principal paid on capital debt	(256,286)	(641,867)	(421,000)	-	(1,319,153)	-
Interest paid on capital debt	(30,453)	(2,305,174)	(221,465)	-	(2,557,092)	-
Net cash provided (used) by capital and related financing activities	(526,748)	1,389,766	55,096	(26)	918,088	(218,274)
<b>Cash Flows From Investing Activities</b>						
Interest and dividends received	2,810	22,997	933	6,607	33,347	3,272
Transfers In (Out)	-	-	-	-	-	-
Net cash provided (used) by investing activities	2,810	22,997	933	6,607	33,347	3,272
Net increase (decrease) in cash and cash equivalents	(277,301)	1,891,498	248,097	86,029	1,948,323	67,016
Cash and cash equivalents, July 1	677,264	3,471,465	1,735,275	1,742,956	7,626,960	643,173
Cash and cash equivalents, June 30	\$ 399,963	\$ 5,362,963	\$ 1,983,372	\$ 1,828,985	\$ 9,575,283	\$ 710,189
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>						
Operating income	\$ (4,668)	\$ (294,620)	\$ (123,952)	\$ 59,398	\$ (363,842)	\$ (22,750)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:						
Depreciation expense	232,093	670,387	121,195	9,394	1,033,069	200,677
(Increase) decrease in accounts receivable	12,004	153,009	244,423	(28,330)	381,106	(9,756)
Increase (decrease) in accrued liabilities	7,208	(51,150)	8,137	39,172	3,367	113,847
Increase (decrease) in unearned revenue	-	1,109	765	-	1,874	-
Increase (decrease) in escrow deposits	-	-	-	(186)	(186)	-
Total adjustments	251,305	773,355	374,520	20,050	1,419,230	304,768
Net cash provided (used) by operating activities	\$ 246,637	\$ 478,735	\$ 250,568	\$ 79,448	\$ 1,055,388	\$ 282,018

**Wasatch County**  
**Statement of Fiduciary Net Position**  
**Agency Funds**  
**December 31, 2014**

	Treasurer's Tax Account	Court Trust	Payroll Fund	Justice Court Trust	Total Fiduciary Funds
<b>ASSETS</b>					
Restricted cash and cash equivalents	\$ 12,656,553	\$ 2,134,509	\$ 291,558	\$ 109,306	\$ 15,191,926
Accounts receivable	-	-	87,280	-	87,280
Total Assets	<u>\$ 12,656,553</u>	<u>\$ 2,134,509</u>	<u>\$ 378,838</u>	<u>\$ 109,306</u>	<u>\$ 15,279,206</u>
<b>LIABILITIES</b>					
Due to taxing units	\$ 12,656,553	\$ -	\$ -	\$ -	\$ 12,656,553
Collections payable	-	2,134,509	378,838	109,306	2,622,653
Total Liabilities	<u>\$ 12,656,553</u>	<u>\$ 2,134,509</u>	<u>\$ 378,838</u>	<u>\$ 109,306</u>	<u>\$ 15,279,206</u>

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Note 1 – Summary of Significant Accounting Policies**

The accompanying financial statements of Wasatch County have been prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB).

The accompanying basic financial statements present the financial position of the various fund types and the results of their operations. The basic financial statements are presented for the year ended December 31, 2014.

**Reporting Entity**

For financial reporting purposes, Wasatch County has included all funds. The County has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the County to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County.

As required by generally accepted accounting principles, these basic financial statements present Wasatch County (the primary government) and its component units. The component units are included in the County's reporting entity because of the significance of their operational or financial relationships with the County. Complete financial statements of the discrete component units, which issued separate financial statements as noted below, can be obtained from their respective administrative offices.

*Blended Component Units*

These component units are entities which were created by the County and are legally separate from the County, but are so intertwined with the County that they are, in substance, the same as the County. Their financial results are blended with the County's in the appropriate fund type category. Because of the County's operational influence, the following special service districts have been blended into the County's financial statements: Solid Waste District, Brighton Estates, Twin Creeks, Strawberry Lakeview, North Village, Wasatch County Special Service Area #1, Wasatch County Fire Protection Special Service District, and Municipal Building Authority of Wasatch County.

*Discrete Component Units*

Heber Valley Special Service District (Enterprise Fund) - The Sewer District provides sewage collection and treatment services for Heber City and Midway. The Sewer District's Administrative Control Board is composed of seven representatives from the County, Heber

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

City, and Midway. Although the Sewer District is legally independent and the County has delegated financial management duties to the Administrative Board, the County retains oversight responsibilities. The District's financial statements were audited separately by independent auditors for the period ended December 31, 2014 and their report dated May 13, 2015 has been previously issued under a separate cover.

Timberlakes Water Special Service District (Enterprise Fund) - The Water District provides culinary water to the Timberlakes subdivision. The Water District's Administrative Board is composed of seven representatives from the District. Although the Water District is legally independent and the County has delegated financial management duties to the Administrative Board, the County retains oversight responsibilities. The District's financial statements were audited separately by independent auditors for the period ended December 31, 2014 and their report dated June 19, 2015, has been issued under a separate cover.

Jordanelle Special Service District (Enterprise Fund) – The District provides water and sewer services to residents within the District's boundaries. The District's Administrative Board consists of five appointed members that have financial management oversight and are responsible for policy decisions. Although the County Council has delegated responsibilities to the Administrative Board, they still retain oversight responsibilities. The District's financial statements were audited separately by independent auditors for the year ended December 31, 2014 and their report dated August 3, 2015, has been issued under a separate cover.

Wasatch County Special Service District #9 (Governmental Fund) – The District provides equipment and road maintenance and repair work in addition to new construction on the County's road system. The District's Administrative Board is composed of three representatives who are independent of the County's Council. The District's financial statements were audited separately by independent auditors for the year ended December 31, 2014 and their report dated May 18, 2015, has been issued under a separate cover.

Heber Valley Tourism and Economic Development (Governmental Fund) – Heber Valley Tourism and Economic Development (HVTED) promotes tourism and economic development in the greater Heber Valley area. HVTED's Administrative Board consists of seven representatives, five of which are independent of the County's Council. HVTED is primarily funded through transient room tax dollars collected by the Utah State Tax Commission and distributed to Wasatch County. HVTED's financial statements were audited separately by independent auditors for the year ended December 31, 2014 and their report dated June 30, 2015, has been issued under a separate cover.

Financial statement amounts for these discrete component units are included in the County's financial statements. Complete separate financial statements for each entity may be obtained from their respective administrative offices or from the County Clerk/Auditor's office, 25 North Main, Heber City, Utah 84032.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

*Local Entities Excluded*

Due to the limited oversight and fiscal responsibility by the County, the Heber Valley Fire Department and the Wasatch County Search and Rescue have been excluded from the reporting entity.

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e. Statement of Net Position and Statement of Activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported in separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and accrual basis of accounting as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, Wasatch County considers revenues to be available if they are

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

collected within 60 days of the end of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The County reports the General Fund as the major governmental fund.

The General Fund is the main operating fund of the County. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operation expenditures, fixed charges and capital improvement cost that are not paid through other funds are paid from the General Fund.

The County also reports the following other governmental funds:

Wasatch County Fire Protection Special Service District, Parks and Recreation, Library, Convention Bureau, Tourist and Recreation, Liquor Distribution, Emergency 911 Service, Correctional Facilities, Municipal Services, Public Health, Library and Senior Citizens, and Municipal Building Authority, and Government Buildings.

The County reports the following major proprietary funds:

The Solid Waste Special Service District provides the disposal of solid waste for the residents of the County. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District are charges to customers for services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The Twin Creeks Special Service District provides the water and sewer services to the residents of the District. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District are charges to customers for services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The North Village Special Service District provides the water and sewer services to the residents of the District. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District are charges to customers for services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

The County also reports the following other proprietary funds:

Brighton Estates Special Service District, Strawberry Lakeview Special Service District, and Wasatch County Special Service Area #1.

Additionally the County reports the following agency fund types:

The Treasurer's Tax Collection Agency Fund is used to account for taxes collected by the County Treasurer for the taxing entities within the County.

The County collects funds on behalf of other governmental agencies in the Justice Court Trust Fund and the Clerk's Court Trust Fund. The funds are remitted to the appropriate agencies once the adjudication process is completed.

The Payroll Fund is used to accumulate cash, payroll expenditures are then drawn against the cash balances.

Proprietary funds follow all GASB pronouncements. In addition all Financial Accounting Standards Board (FASB) and Accounting Principles Board (APB) opinions issued on or before November 30, 1989 are followed unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

**Assets, Liabilities, and Equity**

*Cash and Cash Equivalents*

The County defines cash and cash equivalents as deposits in its checking and money market accounts, and all highly liquid debt instruments purchased with a maturity of three months or less.

*Receivables*

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, and grants. Business-type activities report solid waste and water delivery charges as their major receivables. The County normally does not write off accounts receivable. The County and its blended component units can cease the delivery of services to customers whose accounts are not current. This capability is considered to be sufficient leverage to ensure the eventual collection of all fees; therefore, an allowance for doubtful accounts is not recorded in the financial statements.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

*Capital Assets*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost if purchased or estimated historical if constructed. Donated capital assets are recorded at estimated fair market value at date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Buildings 37-40 years

Improvements Other Than Buildings 20-40 years

Equipment 3-25 years

*Compensated Absences*

It is the County's policy to permit employees to accumulate earned but unused vacation and compensated time benefits. All vacation pay is accrued when incurred in the government-wide and fund financial statements.

*Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, if any, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

*Net Position*

Net position represents the difference between assets and liabilities. Net investment in capital assets, net of related debt, consist of capital assets net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets, and adding back unspent debt proceeds. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

*Fund Equity*

Effective January 1, 2011, the County adopted the provisions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. The objective of the statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions.

The County has evaluated the use of its General Fund and Capital Projects Funds under the criteria set forth in GASB Statement 54 and has determined that there is no change needed. As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balance for governmental funds can consist of the following:

*Non-spendable Fund Balance*

Any Non-spendable Fund Balance includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.

*Restricted Fund Balance*

Any Restricted Fund Balance includes amounts that are restricted for specific purposes stipulated by external resources providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

*Committed Fund Balance*

Any Committed Fund Balance includes amounts that can only be used for the specific purposes determined by a formal action of the County’s highest level of decision-making authority, the Wasatch County Council. Commitments may be changed or lifted only by the County taking the same formal action that imposed the constraint originally (for example: resolution and ordinance).

*Assigned Fund Balance*

Any Assigned Fund Balance includes amounts intended to be used by the County for specific purposes that are neither restricted nor committed. Intent is expressed by (a) the Wasatch County Council or (b) a body to which the governing body has delegated the authority to assign amounts. Assigned amounts also include all residual amounts in governmental funds (except negative amounts) that are not classified as non-spendable, restricted, or committed.

*Unassigned Fund Balance*

The Unassigned Fund Balance is the residual classification for the General Fund. This designation is also used in other governmental funds to report a negative fund balance.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

In circumstances when an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

**Budgets and Budgetary Accounting**

The County Council adopts a budget for each calendar year, prior to the beginning of the year. The budget is prepared by fund, function, and department. As budget amendments become necessary, these are done by resolution of the County Council. If the total budgeted expenditures of any budgetary fund are to be increased as a result of the amendments, a public hearing is held, after appropriate public notice is given, prior to the amendments being made. The budget was amended for the year ended December 31, 2014. The legal level of budgetary control is the department level.

The Fiscal Procedures Act for Utah Counties requires Counties to restrict expenditures to authorized departmental budgets. The combined Statement of Revenues, expenditures and Changes in Fund Balance – Budget and Actual identifies the departments and funds which have over expended budgeted amounts, if any, and therefore do not comply with appropriate fiscal procedures. See Note 12 for additional information.

**Property Tax Calendar**

January 1 Lien Date – All property appraised based upon situs and status as of this date (real and personal).

March 1 Calendar year taxing entities must inform the County of the date, time and place of the budget hearing for the next fiscal year for inclusion with tax notice.

June 22 All taxing entities to adopt tentative budgets and proposed tax rates and report them to the county auditor.

July 22 County auditor to prepare and mail Notice of Valuation and Tax Changes to all real property owners, including centrally assessed property owners or in the event that Notices of Valuation and Tax Changes are not required, the county auditor is to compute taxes and the county treasurer is to mail tax notices.

September 30 State Tax Commission approves tax rates.

November 1 County auditor is to deliver the equalized assessment roll to the county treasurer with affidavit.

November 1 County auditor to charge the county treasurer to account for all taxes levied.

November 1 County treasurer to mail tax notices. Tax notices for calendar year entities include notice of budget hearings.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

December 1 Taxes on real property become delinquent.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Risk Management**

The County is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions, and natural disasters for which the County carries commercial insurance. The County also carries commercial workers' compensation insurance. There were no significant reductions in coverage from the prior year, and settlement claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

**Transactions Between Funds**

Legally authorized transfers are treated as interfund transfers and are included in the results of operations in governmental funds.

**Note 2 - Deposits and Investments**

Deposits and investments for local government are governed by the Utah Money Management Act (*Utah Code Annotated*, Title 51, Chapter 7, "the Act") and by rules of the Utah Money Management Council (the Council). Following are discussions of the County's exposure to various risks related to its cash management activities.

**Custodial Credit Risk – Deposits**

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be recovered. The County's policy for managing custodial credit risk is to adhere to the Money Management Act. The Act requires all deposits of the County to be in a *qualified depository*, defined as any financial institution whose deposits are insured by an agency of the federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

As of December 31, 2014, the County had the following bank balances:

		Bank Balance December 31, 2014	
	Custodial Credit Risk	Primary	Component
		Government	Units
Depository Accounts	Insured	\$ 1,065,250	\$ 780,113
	Uninsured and uncollateralized	43,573,353	624,892
Total Depository Accounts		<u>\$ 44,638,603</u>	<u>\$ 1,405,005</u>

### **Credit Risk**

Credit risk is the risk that the counterparty to an investment will not fulfill its obligations. The County's policy for limiting the credit risk of investments is to comply with the Money Management Act.

The County is authorized to invest in the Utah Public Treasurer's Investment Fund (PTIF), an external pooled investment fund managed by the Utah State Treasurer and subject to the Act and Council requirements. The PTIF is not registered with the SEC as an investment company, and deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah. The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses, net of administration fees, of the PTIF are allocated based upon the participants' average daily balances. The PTIF pool has not been rated.

### **Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment. The County manages its exposure to declines in fair value by investment mainly in the PTIF and by adhering to the Money Management Act. The Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested.

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**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

As of December 31, 2014 the government had the following investments and maturities:

		Investment Maturity in Years			
		Less			More
<i>Primary Government:</i>	Fair Value	Than 1	1-5	6-10	Than 10
Investments in Public					
Treasurers' Investment Fund	\$ 39,880,105	\$ 39,880,105	\$ -	\$ -	\$ -
Total Fair Value -					
Primary Government	<u>\$ 39,880,105</u>	<u>\$ 39,880,105</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Component Units:</i>					
Investments in Public					
Treasurers' Investment Fund	\$ 12,169,541	\$ 12,169,541	\$ -	\$ -	\$ -
Other	4,044,486	149,349	3,895,137	-	-
Total Fair Value -					
Component Unit	<u>\$ 16,214,027</u>	<u>\$ 12,318,890</u>	<u>\$ 3,895,137</u>	<u>\$ -</u>	<u>\$ -</u>

The deposits and investments described above are included on the Statement of Net Position as per the following reconciliation:

Reconciliation to Government-wide Statement of Net Assets:

Deposits & Investments	\$ 45,892,295
Investments	549,504
Cash on hand	<u>12,014</u>
Total	<u>\$ 46,453,813</u>

Government - Wide

Cash and Cash Equivalents	\$ 21,261,950
Restricted Cash and Cash Equivalents	9,999,937
Fiduciary Restricted Cash	<u>15,191,926</u>
Total	<u>\$ 46,453,813</u>

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Note 3 – Capital Assets**

Capital asset activity for the year ended December 31, 2014 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital Assets not being depreciated				
Land, easements, and water rights	\$ 11,845,934	\$ 950,000	\$ -	\$ 12,795,934
Infrastructure	23,663,854	(2,500)	-	23,661,354
Construction in progress	-	70,538	-	70,538
Total capital assets not being depreciated	<b>35,509,788</b>	<b>1,018,038</b>	<b>-</b>	<b>36,527,826</b>
Capital assets being depreciated				
Buildings and improvements	39,833,661	200,402	-	40,034,063
Machinery & Equipment	12,190,170	230,931	-	12,421,101
Infrastructure	2,427,461	-	-	2,427,461
Total Capital assets being depreciated.	<b>54,451,292</b>	<b>431,333</b>	<b>-</b>	<b>54,882,625</b>
Less Accumulated depreciation for				
Buildings and improvements	10,659,867	1,173,062	-	11,832,929
Machinery and equipment	8,626,882	441,205	-	9,068,087
Infrastructure	1,796,168	41,968	-	1,838,136
Total accumulated depreciation	<b>21,082,917</b>	<b>1,656,235</b>	<b>-</b>	<b>22,739,152</b>
Total capital assets, being depreciated, net	<b>33,368,375</b>	<b>(1,224,902)</b>	<b>-</b>	<b>32,143,473</b>
Governmental activities capital assets, net	<b>\$ 68,878,163</b>	<b>\$ (206,865)</b>	<b>\$ -</b>	<b>\$ 68,671,298</b>
<hr/>				
	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities				
Capital assets not being depreciated:				
Land, easements, and water rights	\$ 40,591,297	\$ 1,984,427	\$ (2,351,534)	\$ 40,224,190
Infrastructure	788,725	16,450	-	805,175
Capital assets not in use	17,500	-	(10,000)	7,500
Construction in progress	340,486	2,467,107	-	2,807,593
Total capital assets not being depreciated	<b>41,738,008</b>	<b>4,467,984</b>	<b>(2,361,534)</b>	<b>43,844,458</b>
Capital assets being depreciated:				
Buildings and improvements	3,831,661	-	(7,297)	3,824,364
Machinery and equipment	3,094,179	240,010	(186,379)	3,147,810
Infrastructure	36,350,543	530,319	-	36,880,862
Total capital assets being depreciated	<b>43,276,383</b>	<b>770,329</b>	<b>(193,676)</b>	<b>43,853,036</b>
Less accumulated depreciation for:				
Buildings and improvements	(1,774,061)	(64,383)	9,053	(1,829,391)
Machinery and equipment	(1,960,964)	(234,287)	173,430	(2,021,821)
Infrastructure	(4,470,250)	(734,400)	-	(5,204,650)
Total accumulated depreciation	<b>(8,205,274)</b>	<b>(1,033,070)</b>	<b>182,483</b>	<b>(9,055,862)</b>
Total capital assets, being depreciated, net	<b>35,071,109</b>	<b>(262,742)</b>	<b>(11,193)</b>	<b>34,797,174</b>
Business-type activities capital assets, net	<b>\$ 76,809,117</b>	<b>\$ 4,205,242</b>	<b>\$ (2,372,727)</b>	<b>\$ 78,641,632</b>

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General Government	\$ 933,132
Public health	24,780
Public safety	346,763
Streets and public improvements	111,704
Parks, recreation and public property	208,767
Conservation and economic development	7,261
Intergovernmental	23,828
Total depreciation expense governmental activities	<u>1,656,235</u>

Business-type activities

Solid Waste District	232,093
North Village Special Service District	121,195
Twin Creeks Special Service District	670,387
Strawberry Lakeview Special Service District	9,317
Wasatch County Special Service Area #1	78
Total depreciation expense business-type activities	<u>1,033,070</u>

Total depreciation expense for all activities	<u><u>\$ 2,689,305</u></u>
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**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Note 4 - Long-Term Debt**

The reporting entity's long term debt is segregated between the amounts to be repaid from governmental activities, amounts to be repaid from business-type activities and that to be repaid from discretely presented component units. The annual debt service requirements to maturity, including principal and interest, for long term debt as of December 31, 2014 are as follows:

**Governmental Activities:**

*Primary Government*

<b>Year Ended December 31</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Obligation</b>
<b>2015</b>	\$ 1,346,620	\$ 380,807	\$ 1,727,427
<b>2016</b>	1,008,366	351,347	1,359,713
<b>2017</b>	939,452	322,097	1,261,549
<b>2018</b>	917,812	293,614	1,211,426
<b>2019</b>	892,184	263,757	1,155,941
<b>2020-2024</b>	3,923,710	888,873	4,812,583
<b>2025-2029</b>	3,024,683	375,063	3,399,746
<b>2030-2034</b>	655,000	19,650	674,650
<b>Total debt</b>	<b>12,707,827</b>	<b>2,895,208</b>	<b>15,603,035</b>
<b>Less current portion</b>	<b>(1,346,620)</b>	<b>(380,807)</b>	<b>(1,727,427)</b>
<b>Total long-term debt</b>	<b>\$ 11,361,207</b>	<b>\$ 2,514,401</b>	<b>\$ 13,875,608</b>

**Business-Type Activities:**

*Primary Government*

<b>Year Ended December 31</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Obligation</b>
<b>2015</b>	\$ 1,232,061	\$ 2,451,657	\$ 3,683,718
<b>2016</b>	1,327,154	2,362,000	3,689,154
<b>2017</b>	1,339,177	2,264,470	3,603,647
<b>2018</b>	1,448,095	2,161,278	3,609,373
<b>2019</b>	1,566,886	2,049,014	3,615,900
<b>2020-2024</b>	7,986,020	8,284,287	16,270,307
<b>2025-2029</b>	10,221,191	4,399,611	14,620,802
<b>2030-2034</b>	2,584,617	255,962	2,840,579
<b>2035</b>	-	-	-
<b>Total debt</b>	<b>27,705,201</b>	<b>24,228,279</b>	<b>51,933,480</b>
<b>Less current portion</b>	<b>(1,232,061)</b>	<b>(2,451,657)</b>	<b>(3,683,718)</b>
<b>Total long-term debt</b>	<b>\$ 26,473,140</b>	<b>\$ 21,776,622</b>	<b>\$ 48,249,762</b>

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

*Discrete Component Units*

<u>Year Ended December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Obligation</u>
<b>2015</b>	\$ 40,154,731	\$ 15,644,062	\$ 55,798,793
<b>2016</b>	1,179,858	734,880	1,914,738
<b>2017</b>	1,236,000	697,708	1,933,708
<b>2018</b>	1,313,400	658,039	1,971,439
<b>2019</b>	1,264,100	616,297	1,880,397
<b>2020-2024</b>	6,897,000	2,366,317	9,263,317
<b>2025-2029</b>	4,072,000	1,135,620	5,207,620
<b>2030-2034</b>	1,034,000	83,836	1,117,836
<b>Total debt</b>	<b>57,151,089</b>	<b>21,936,759</b>	<b>79,087,848</b>
<b>Less current portion</b>	<b>(40,154,731)</b>	<b>(15,644,062)</b>	<b>(55,798,793)</b>
<b>Total long-term debt</b>	<b>\$ 16,996,358</b>	<b>\$ 6,292,697</b>	<b>\$ 23,289,055</b>

The changes in long-term debt for the year ended December 31, 2014 are as follows:

	Balance Dec. 31, 2013	Additions	Reductions	Balance Dec. 31, 2014	Due within one year
<b>Governmental Activities:</b>					
<i>Primary Government</i>					
General obligation bonds	\$ 3,319,000	\$ -	\$ (440,000)	\$ 2,879,000	\$ 639,000
Revenue bonds	9,895,000	-	(610,000)	9,285,000	610,000
Other notes payable	636,021	-	(92,195)	543,826	97,620
<b>Total bonds and notes</b>	<b>\$ 13,850,021</b>	<b>\$ -</b>	<b>\$ (1,142,195)</b>	<b>\$ 12,707,826</b>	<b>\$ 1,346,620</b>

**Business-Type Activities:**

<i>Primary Government</i>					
Revenue bonds	\$ 28,930,068	\$ -	\$ (1,224,867)	\$ 27,705,201	\$ 1,232,061
Payable to related governmental units	2,229,735	-	(2,229,735)	-	-
Capital leases	515,813	-	(94,286)	421,527	96,873
<b>Total long-term debt</b>	<b>\$ 31,675,616</b>	<b>\$ -</b>	<b>\$ (3,548,888)</b>	<b>\$ 28,126,728</b>	<b>\$ 1,328,934</b>

*Discrete Component Units*

Revenue bonds	\$ 47,880,995	\$ -	\$ (639,500)	\$ 47,241,495	\$ 39,691,895
Special Assessment Bonds	7,925,000	-	(228,000)	7,697,000	250,000
Other notes payable	2,427,823	-	(215,229)	2,212,594	212,836
Compensated absences	278,377	150,069	(189,188)	239,258	41,109
Payable - other governmental units	1,303,750	183,311	(292,750)	1,194,311	283,311
Bond credit payable	-	18,967	-	18,967	-
Unearned revenue	3,797,965	136,683	(372,848)	3,561,800	794,226
<b>Total bonds and notes</b>	<b>\$ 63,613,910</b>	<b>\$ 489,030</b>	<b>\$ (1,937,515)</b>	<b>\$ 62,165,425</b>	<b>\$ 41,273,377</b>

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Compensated Absences**

The County's compensation policy permits employees to accumulate unused vacation. Portions of amounts accumulated at any point in time can be expected to be redeemed before termination of employment. Sick leave is forfeited at termination of employment and, therefore, is excluded from accrued compensated absences. The changes in compensated absences for the year ended December 31, 2014 are as follows:

*Compensated Absences*

	Balance 0-Jan-00	Additions	Reductions	Balance 0-Jan-00
<b>Governmental Activities</b>	\$ 596,748	\$ 57,241	\$ -	\$ 653,989
<b>Business Type Activities</b>	95,112	981	-	96,093
<b>Total</b>	<b>\$ 691,860</b>	<b>\$ 58,222</b>	<b>\$ -</b>	<b>\$ 750,082</b>

The Wasatch County Fire Protection Special Service District also had \$116,302 in compensated absences in governmental activities as of December 31, 2014.

**Descriptions of the County long-term debt follows:**

*General Obligation Bonds*

**Wasatch County General Obligation Refunding Bonds, Series 2004**

In April 2004, the Wasatch County Special Service District No. 21 issued General Obligation Recreation Refunding Bonds in the amount of \$1,603,000. The bonds are Fixed-Rate Term Bonds maturing on March 1, 2015. Interest on the bonds accrues semi-annually on September 1st and March 1st with an annual interest rate of 3.7%. The bonds are secured by the proceeds of ad valorem taxes to be levied on all taxable property in the County.

**Wasatch County General Obligation and Refunding Bonds, Series 2010**

In October of 2010, the County issued \$3,250,000 of general obligation and refunding bonds, series 2010. The general obligation and refunding bonds are due in annual principal installments ranging from \$25,000 to \$420,000 beginning in 2011 and going through December 1, 2022. The bonds accrue interest at rates ranging from 2% to 4%. Interest is payable semi-annually on June 1st and December 1st of each year.

*Revenue Bonds*

**Wasatch County Sales Tax Revenue and Refunding Bonds, Series 2002**

In June of 2002, the County issued \$3,855,000 of sales tax revenue and refunding bonds to finance the construction of a special events center and to refinance the 1999 Wasatch County Municipal Building Authority Revenue Bonds. The sales tax revenue and refunding bonds are due in annual principal installments ranging from \$125,000 to \$270,000 beginning in 2002 and going through December 1, 2022. The bonds accrue interest at rates ranging from 3% to 5%.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

Interest is payable semi-annually on June 1st and December 1st of each year. In 2012, this bond was advance refunded with Sales Tax Revenue Refunding Bonds, Series 2012. Refer to Note 5.

**Wasatch County Lease Revenue Bonds, Series 2003**

In August of 2003, the County issued \$1,490,000 of lease revenue bonds to refinance the 1995 Municipal Building Authority Revenue Bonds. The lease revenue bonds are due in annual principal installments ranging from \$65,000 to \$135,000 beginning in 2003 and going through October 1, 2016. The bonds accrue interest at rates ranging from 3% to 5%. Interest is payable semi-annually on April 1st and October 1st of each year.

**Wasatch County Lease Revenue Bonds, Series 2007**

In September of 2007, the County issued \$6,050,000 of lease revenue bonds to purchase a new recreation center building. The lease revenue bonds are due in annual principal installments ranging from \$189,000 to \$270,000 beginning in September 2009 and going through September 2016 with a final balloon payment of \$3,995,000 due in September 2017. The bonds accrue interest at rates ranging from 4.25% to 4.62%. Interest is payable semi-annually in April and October of each year. In 2012, this bond was advance refunded with Lease Revenue Refunding Bonds, Series 2012. Refer to Note 5.

**Wasatch County Lease Revenue Refunding Bonds, Series 2012**

In March of 2012, the County issued \$5,298,000 of lease revenue refunding bonds to refinance the Wasatch County Lease Revenue Bonds, Series 2007. The lease revenue bonds are due in annual principal installments ranging from \$225,000 to \$2,343,000 beginning in October 2012 and going through October 2022 with a final balloon payment of \$2,343,000 due in October 2022. The bonds accrue interest at 3.55%. Interest is payable semi-annually in April and October of each year. In 2013, this bond was advance refunded with Lease Revenue Refunding Bonds, Series 2013. Refer to Note 5.

**Wasatch County Sales Tax Revenue Refunding Bonds, Series 2012**

In December of 2012, the County issued \$680,000 of sales tax revenue refunding bonds to refinance the Wasatch County Sales Tax Revenue and Refunding Bonds, Series 2002. The sales tax revenue refunding bonds are due in annual principal installments ranging from \$70,000 to \$80,000 beginning in December 2012 and going through December 2021. The bonds accrue interest at rates ranging from .85% to 2.25%. Interest is payable semi-annually on June 1st and December 1st of each year.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Wasatch County Lease Revenue Recovery Zone Economic Development Bonds, Series 2010**

In October of 2010, the County issued \$4,531,000 of lease revenue recovery zone economic development bonds for the construction of the event center. The lease revenue bonds are due in annual principal installments ranging from \$166,000 to \$307,000, beginning in October 2011 and going through October 2030. The bonds accrue interest at rates ranging from 2.75% to 7.65%, of which 45% will be subsidized by the federal government. Interest is payable semi-annually in April and October of each year. In 2013, this bond was advance refunded with Lease Revenue Refunding Bonds, Series 2013. Refer to Note 5.

**Wasatch County Lease Revenue Refunding, Series 2013**

In March of 2013, the County issued \$9,885,000 of lease revenue refunding bonds for the refunding of three other bonds. The lease revenue bonds are due in annual principal installments ranging from \$455,000 to \$655,000, beginning in March of 2013 and going through March of 2030. The bonds accrue interest at rates ranging from .25% to 3.0%. Interest is payable semi-annually in March and December of each year. This bond was used to advance refund three other lease revenue bond. Refer to Note 5.

**Notes Payable**

**Don Hicken Trust Deed Note, 2002**

In December of 2002, the County bought 20.816 acres of land from the Don L. Hicken Family Trust with a note payable of \$942,500. The note requires semi-annual payments of \$48,086 at 6% until January of 2018.

**Don Hicken Trust Deed Note, 2010**

In July of 2010, the County bought 10.3 acres of land from the Don L. Hicken Family Trust with a note payable of \$324,000. The note requires semi-annual payments of \$15,046 at 5% until January of 2025.

**Descriptions of the County's blended component unit's long-term debt follows:**

**Solid Waste District**

**Wasatch County Landfill Revenue Bonds, Series 1996**

On February 28, 1996, the Wasatch County Solid Waste Disposal Special Service District issued \$1,335,338 of revenue bonds. The bonds are payable in 20 annual installments beginning January 1, 1998 through 2017, with interest calculated from January 1, 1997 at 3%.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Twin Creeks Special Service District**

**Twin Creeks Special Service District Water Revenue Bonds, Series 1996**

During 1996, Twin Creeks Special Service District issued Water Revenue Bonds. The bonds in the amount of \$1,877,000 are due in annual principal installments ranging from \$1,000 to \$333,000 beginning in 1998 and going through March 1, 2026. The bonds accrue interest at 3% per annum, payable annually on March 1 of each year.

**Twin Creeks Special Service District Water Revenue Bonds Series 2004A**

During 2004, the District issued Water Revenue Bonds. The bonds in the amount of \$500,000 are due in annual principal installments of \$5,000 beginning March 1, 2005 and going through March 1, 2034. The bonds carry a 0% interest rate and 70% of the principal amount owed was forgiven and relieved by the purchaser at the time the bond funds are drawn.

**Twin Creeks Special Improvement District Sewer Assessment Bonds Series 2004-1**

During 2004, the District issued Special Improvement District (SID) Sewer Assessment Bonds. The bonds in the amount of \$487,000 are due in annual principal installments ranging from \$24,000 to \$25,000 through December 1, 2024. The bonds carry a 0% interest rate.

**Twin Creeks Special Assessment Bond, Series 2010A and 2010B**

During 2010, the District issued Special Assessment Bonds, Series 2010A. The bond in the amount of \$12,490,000 is due in annual principal installments ranging from \$218,000 to \$1,334,000. The District also issued Special Assessment Bonds, Series 2010B. The bond in the amount of \$11,828,000 is due in annual principal installments ranging from \$206,000 to \$1,263,000. The bonds accrue interest at a rate of 10%. Proceeds from the bonds were used to pay off the outstanding balance of the Bond Anticipation Note, Series 2008.

On July 15, 2015, the district will call and payoff the Series 2010A and 2010B bonds with funds from the District's Special Assessment Refunding Bonds, Series 2015 (Red Ledges Assessment Area) which were issued on June 30, 2015. These bonds in the amount of \$19,125,000 were issued in order to capture interest rate savings. The refunding lowered the rate on the outstanding obligation from 10% to approximately 6.5%. In addition, the refunding lowered the amount of the debt service reserve fund requirement and eliminated the possibility of a "put" of the 2010 bonds to the District.

**North Village Special Service District Special Assessment Bond, Series 2006**

These bonds were issued in 2006 in the amount of \$6,519,682. This bond proceeds were used to pay off the interim warrants from Zions First National Bank which were used to finance the construction and installation of main sewer and water lines and related facilities. These bonds are payable over a 15 year period with interest rates ranging from 5.32% to 5.45%. Annual payments began August 1, 2007.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
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**Conduit Debt**

**Rooftop Properties, LLC**

In October 2010, the County approved resolution 10-13 authorizing the issuance of Industrial Revenue Bonds not to exceed \$2,000,000 on behalf of Rooftop Enterprises, LLC, a private enterprise. The issuance of such bonds allows the business to borrow money using tax exempt bonds. The County is not liable for repayment of the debt. Accordingly, the bonds are not reported as a liability in the County's financial statements. Based on the bank's debt service schedule, there was \$1,556,955 outstanding on the Industrial Revenue Bonds, as of December 31, 2014.

**Note 5 – Refunding Bonds**

On October 27, 2010, the County issued \$3,250,000 of General Obligation Refunding Bonds series 2010 with interest rates ranging between 2% and 4%. The County issued the bonds to advance refund \$3,145,000 of the \$5,250,000 outstanding series 2002 General Obligation Bonds with interest rates ranging between 3.75% and 4.9%. The net proceeds of \$3,476,935 (after payment of underwriting fees, insurance and other issuance costs), along with other resources, were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service on the refunded portion of the 2002 series bonds. As a result, that portion of the 2002 series bonds is considered defeased and the liabilities for the bonds have been removed from the Statement of Net Position.

The advanced refunding reduced total debt service payments over the following 12 years by approximately \$174,000. This results in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$152,738.

On March 29, 2012, the County issued \$5,298,000 of Lease Revenue Refunding Bonds series 2012 with an interest rate of 3.55%. The County issued the bonds to advance refund \$5,234,000 of the \$5,234,000 outstanding series 2007 Lease Revenue Bonds with interest rates ranging between 4.33% and 4.62%.

The advanced refunding reduced total debt service payments over the next 9 years by approximately \$296,058. This results in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$176,358. These bonds were refunded by the issuance of the bonds described in the following paragraph.

On March 12, 2013, the County issued \$9,885,000 of Lease Revenue Refunding Bonds series 2013 with an interest rate ranging from .25% to 3.0%. The County issued the bonds to advance refund \$5,210,000 of the outstanding series 2012 Lease Revenue Bonds with interest an rate of 3.55%, \$4,275,000 of outstanding series 2010 Lease Revenue Bonds with interest rates ranging from 2.75% to 7.65%, and \$400,000 of the outstanding series 2003 Lease Revenue Bonds with interest rates ranging from 3.0% to 5.0 %.

**Wasatch County**  
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The advanced refunding increased total debt service payments over the next 17 years by approximately \$71,905. This results in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$310,727.

On December 3, 2012, the County issued \$680,000 of Sales Tax Revenue Refunding Bonds series 2012 with an interest rates ranging between .85% and 2.25%. The County issued the bonds to advance refund \$649,318 of the \$3,855,000 outstanding series 2002 Sales Tax Revenue Bonds with an interest rate of 5%.

The advanced refunding reduced total debt service payments over the next 8 years by approximately \$563,833. This results in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$356,820.

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**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Note 6 – Capital Lease Commitments**

The following is a schedule by year of future minimum lease payments under capital lease together with the present value of the minimum lease payments.

**Future Minimum Obligation**

Year Ended December 31	Primary Government
	Business-Type Activities
2015	\$ 107,099
2016	107,100
2017	107,100
2018	107,100
2019	17,850
<b>Total future minimum lease payments</b>	<b>446,249</b>
<b>Less interest</b>	<b>(24,722)</b>
<b>Present value of minimum lease payments</b>	<b>421,527</b>
<b>Amount due within one year</b>	<b>(96,873)</b>
<b>Total long-term debt</b>	<b>\$ 324,654</b>

Lease-purchase agreements that meet the requirements of a capital lease pursuant to FASB ASC 840-30 are capitalized and depreciated in the government-wide financial statements and in proprietary and fiduciary funds.

Current lease payments are shown as debt service payments in the appropriate funds.

**Note 7 - Retirement Plan**

The County participates in the Utah Retirement System (URS), which is a cost-sharing multiple-employer Public Employee Retirement System (Systems), defined benefit pension plan. The County participates in the Noncontributory Public Employees Retirement System Tier 1, the Contributory Public Employees Retirement System Tier 2 and the Public Safety Retirement System Tiers 1 and 2. These retirement systems are cost-sharing multiple-employer defined benefit pension plans. The Systems provide retirement benefits, annual cost of living allowances, death benefits and refunds to plan member and beneficiaries in accordance with retirement statutes established and amended by the State Legislature.

The Systems are established and governed by the respective sections of Chapter 49 of the *Utah Code Annotated* 1953 (Chapter 49) as amended, which also established the Utah State Retirement Office (Office) for the administration of the Utah Retirement Systems and Plans. Chapter 49 places the Systems, the Office and related plans and programs under the direction of the Utah State Retirement Board (Board) whose members are appointed by the Governor. The Systems issue a publicly available financial report that includes financial statements and required

**Wasatch County**  
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supplementary information for the Systems and Plans. A copy of the report may be obtained by writing to the Utah Retirement Systems, 540 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-753-7361.

The County contributed 17.29% for the period January through June, 2014, and 18.47% for the period July through December, 2014 of employees' eligible earnings to the Noncontributory Public Employees system Tier 1, and 15.11% and 14.94% to the Contributory Public Employees system Tier 2 for the same periods respectively. Under the Public Safety Retirement System the County contributed a total of 34.17% and 23.93% Tiers 1 & 2 for the period January through June 2014, and 35.71% and 23.71% Tiers 1 & 2 for the period July through December, 2014, of eligible employees' earnings.

Elected officials have the option of not being covered under these plans. The elected officials may have the County's retirement contributions made to a qualified retirement plan of their choice. The contribution rates are actuarially determined rates and are approved by the Board as authorized by Chapter 49.

The County's contributions to the Local Governmental Noncontributory Retirement System Tier 1 were \$1,144,365, \$1,056,166, and \$992,314 for 2014, 2013, and 2012, respectively. Contributions to the Local Government Contributory Retirement System Tier 2 were \$67,092, \$0, and \$0 for 2014, 2013, and 2012 respectively. The County's contributions to the Public Safety Retirement System were \$691,040, \$622,753, and \$555,394 (Tier 1), \$14,609, \$0, and \$0 (Tier 2) for 2014, 2013, and 2012, respectively. The contributions were equal to the required contributions for the year.

The County participates in a 457 Defined Contribution Plan administered by the URS. The employees' contributions to the plan were \$26,120, \$63,756, and \$44,386 for 2014, 2013, and 2012, respectively. The employees are 100% vested in the plan.

The County also participates in a 401(K) retirement plan administered by the URS. This plan meets the requirements of a qualified plan under section 401(K) of the Internal Revenue Code and covers substantially all eligible employees, except public safety employees. Under the plan, the County contributed 1% of eligible earnings for employees participating in the URS noncontributory system described above. As noted, elected officials in the County who have elected not to be covered under the Utah Retirement Systems may have equivalent contributions made for them to the 401(K) plan. The County's contributions were \$172,273, \$95,621, and \$95,263 for 2014, 2013, and 2012, respectively. The employees' contributions to the plan were \$143,104, \$163,767, and \$197,245 for 2014, 2013, and 2012, respectively.

**Wasatch County**  
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**Note 8 – Excess of Actual Expenditures Over Budget**

The following departments in the General, Class B Road Fund, and Enterprise Funds incurred actual expenditures in excess of budgeted expenditures:

<u>Department/Fund</u>	<u>Excess of Expenditures over Budgeted Amounts</u>
General Gov. Department	\$ 130,440
Public Safety Department	\$ 31,093
General Fund Transfers to CP	\$ 731,762
Class B Road Fund	\$ 116,861

**Note 9 – Bluebench Landfill-Duchesne/Wasatch Special Service District**

Wasatch County purchased a one-half interest in Bluebench Landfill from Duchesne County on July 11, 1995, and entered into an interlocal agreement to jointly own, maintain, use and manage the landfill. On December 14, 1998, Wasatch and Duchesne Counties created the Duchesne/Wasatch County Special Service District and transferred all assets and of the landfill to the District. Both counties jointly govern the operations, maintenance, usage and management liabilities of the District. Each county's share of the net income or loss is allocated and reported based on each county's share of the fee revenue generated by the County. Wasatch County has recorded this equity interest in the Wasatch County Solid Waste Special Service District, which is an enterprise fund of the County. This equity interest represents the initial investment by the County adjusted by its share of the net income or loss since the investment.

Below is a condensed summary of the 2014 financial statements of the District:

Assets	\$ 4,044,527
Liabilities	4,288,541
Total Equity	(244,014)

Joint venture debt:	
Long-term	4,071,846
Total revenues	1,276,270
Total operating expenses	1,552,548

A complete copy of the District's audited financial statements as of December 31, 2014 is available at the Duchesne County offices or at the Wasatch County Clerk/Auditor's office.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Note 10 – Transfers**

The following is a summary of inter-fund transfers during 2014:

	<u>Transfers In</u>	<u>Transfers Out</u>
<b>General Fund</b>	\$ 100,000	\$ 925,000
<b>Special Revenue Funds</b>		
Parks & Recreation	224,878	100,000
Convention Bureau		274,878
Tourist & Recreation		50,000
Emergency 911 Services		100,000
<b>Capital Projects Funds</b>		
Correctional Facilities		88,559
Special Events Center	650,000	75,000
<b>Debt Service Funds</b>		
Government Buildings	638,559	
	<u>\$ 1,613,437</u>	<u>\$ 1,613,437</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipt to the debt service fund or the fund remitting the debt service payments as they become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations

**Note 11 – Contingency**

As of December 31, 2014, the County was a defendant to various lawsuits. In the opinion of the County's attorney, the ultimate outcome of these legal matters will not have a material adverse effect on the County's financial positions, except for those noted below.

*Enterprise Fund Service Charges – Fire District*

During August 2010, a lawsuit was brought against the Wasatch County Fire Protection Special Service District ("the District") arguing that the fees charged per equivalent residential unit (ERU) for fire protection services within the District's boundaries are not authorized by state statute, in addition to being excessive. Wasatch County ("the County") was also named in the lawsuit as the District is a component unit of the County under common control. A summary judgment was ruled in favor of the petitioner in November 2010. In January 2013, the Fourth Judicial District Court upheld the summary judgment and ordered the District to give a full

**Wasatch County**  
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refund of the monthly fees. All claims and defenses were finally adjudicated pursuant to numerous Rulings and Orders on May 16, 2013. Thereafter, the District filed an appeal of the District Court's rulings and orders.

The District Court ordered that the plaintiffs were entitled to prejudgment interest at the rate of 10% per annum through May 16, 2013; thereafter, interest would be calculated at the post judgment statutory rate of 2.16%. Each plaintiff asserted and were awarded different amount of damages totaling \$1,247,803 with interest.

The District's legal counsel believes there are substantial bases for the Court of Appeals to disagree with the District Court's decision and would modify or vacate its rulings and orders. However, it is likely that no matter what the Court of Appeals decides, an appeal to the Utah Supreme Court is probable. As of December 31, 2014, \$1,341,277 has been accrued in the General Fund as a potential loss contingency consistent with the Attorney's assessment of amounts that have already been awarded by the Court in the form of fees, interest, and legal costs.

*Special Revenue Fund Assessment – Fire District*

In March 2013, Wasatch County acting as the governing board of the Fire District passed Resolution 13-04 creating the Wasatch Fire Assessment Area within the boundaries of the District in order to levy an operation and maintenance assessment on those properties within the designated area. The purpose of this assessment is to finance a portion of the fire protection services of the full-time firefighters housed at the Jordanelle Station.

A suit was then brought against the District on the grounds that the written protests were incorrectly tabulated resulting in the passing of the resolution creating the assessment area. During the subsequent investigation, the District discovered that many of the written protests had been forged. Additional procedures were then necessary to verify the results of the protest period.

As of December 31, 2014, a final count has not been determined. Therefore, the District has accrued \$564,896 of assessments received during 2014 as an additional legal contingency until final determination is made. As of December 31, 2014, the total contingency is \$1,040,435.

A lawsuit has been brought against the County arguing against the amount of water shares required to provide to a development within the county. Both parties are currently in discussions to resolve this issue. The County's Attorney has assessed that the potential for an unfavorable outcome is reasonably possible. In the case of an unfavorable ruling, the County estimates there would be a loss of \$125,000.

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Note 13 – Subsequent Events**

Subsequent events were evaluated through August 25, 2015, which is the date the financial statements were available to be issued. As mentioned in Note 4, Twin Creeks Special service district called and paid off Series 2010A and 2010B on July 15, 2015. Additional detail can be found in that note.

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**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

**Note 14 – Condensed Financial Statements – Discretely Presented Component Units**

Condensed Statement of Net Position of Discretely Presented Component Units:

	Governmental Activities		Business Type Activities			
	Wasatch County Special Service District #9	Heber Valley Tourism and Economic Development	Heber Valley Special Service District	Timberlakes Water Special Service District	Jordanelle Special Service District	Total
<b>ASSETS</b>						
Cash and investments						
Unrestricted	\$ 602,874	\$ 329,245	\$ 2,263,023	\$ 207,115	\$ 1,253,683	\$ 4,655,940
Restricted	-	-	3,169,836	1,329,250	4,042,005	8,541,091
Investments	-	-	-	-	4,044,486	4,044,486
Accounts receivable	276,624	32,435	17,988	405,865	6,567,965	7,300,877
Special assessment receivable	-	-	-	4,237,923	21,440,345	25,678,268
Due from other governments	-	-	40,805	-	-	40,805
Other restricted assets	-	-	-	-	39,258,936	39,258,936
Other assets	-	23,680	7,889	3,635	3,723,966	3,759,170
Capital assets						
Land, easements and water rights	-	-	6,233,913	-	26,152,369	32,386,282
Construction in progress	-	-	-	-	1,829,463	1,829,463
Capital assets not in use	-	-	-	-	26,355,558	26,355,558
Infrastructure, net	-	-	-	-	53,379,088	53,379,088
Buildings, net	-	-	11,915,409	-	11,251,886	23,167,295
Improvements, net	-	39,820	-	11,422,279	1,871,709	13,333,808
Equipment, net	1,736,745	-	-	-	350,490	2,087,235
Total Assets	<u>\$ 2,616,243</u>	<u>\$ 425,180</u>	<u>\$ 23,648,863</u>	<u>\$ 17,606,067</u>	<u>\$ 201,521,949</u>	<u>\$ 245,818,302</u>
<b>LIABILITIES</b>						
Accounts payable	\$ 67,073	\$ 21,085	\$ 25,695	\$ 7,247	\$ 173,359	\$ 294,459
Accrued liabilities	-	-	53,601	50,231	178,181	282,013
Accrued interest payable	-	-	-	25,676	12,359,163	12,384,839
Feasibility study escrow	-	-	-	-	106,655	106,655
Customer deposits	-	-	-	-	1,200	1,200
Compensated absences	-	-	-	-	198,149	198,149
Deferred revenue	-	-	-	12,312	781,914	794,226
Noncurrent liabilities						
Due within one year						
Payable - other governmental units	-	-	-	-	283,311	283,311
Notes payable	-	-	-	16,836	196,000	212,836
Bonds payable	-	-	-	367,600	39,574,295	39,941,895
Due in more than one year						
Payable - other governmental units	-	-	-	-	911,000	911,000
Deferred revenue	-	-	-	9,654	2,757,920	2,767,574
Notes payable	-	-	-	6,758	1,993,000	1,999,758
Bonds payable	-	-	-	6,418,600	8,596,967	15,015,567
Total Liabilities	<u>67,073</u>	<u>21,085</u>	<u>79,296</u>	<u>6,914,914</u>	<u>68,111,114</u>	<u>75,193,482</u>
<b>NET POSITION</b>						
Net investment in capital assets	1,736,745	39,820	18,149,322	5,390,666	72,097,715	97,414,268
Restricted for debt service	-	-	-	4,908,788	53,900,067	58,808,855
Restricted for capital outlay	808,720	-	3,169,836	-	1,442,338	5,420,894
Restricted for other purposes	-	-	-	-	315,966	315,966
Unrestricted/Unassigned	3,705	364,275	2,250,409	391,699	5,654,749	8,664,837
Total Net Position	<u>\$ 2,549,170</u>	<u>\$ 404,095</u>	<u>\$ 23,569,567</u>	<u>\$ 10,691,153</u>	<u>\$ 133,410,835</u>	<u>\$ 170,624,820</u>

**Wasatch County**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2014**

Condensed Statement of Activities of Discretely Presented Component Units:

Function/Programs Component Units:	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Wasatch County SSD #9	\$ 890,730	\$ -	\$ -	\$ 1,018,337	\$ 127,607		\$ 127,607
Heber Valley Tourism & Economic Development	724,416	-	509,556	-	(214,860)		(214,860)
Total governmental activities	1,615,146	-	509,556	1,018,337	(87,253)		(87,253)
Business-Type Activities:							
Heber Valley SSD	1,573,007	678,317	-	809,102	-	\$ (85,588)	(85,588)
Timberlakes Water SSD	1,386,256	866,890	-	-	-	(519,366)	(519,366)
Jordanelle SSD	16,226,751	5,954,900	-	475,533	-	(9,796,318)	(9,796,318)
Total business-type activities	19,186,014	7,500,107	-	1,284,635		(10,401,272)	(10,401,272)
Total Component Units	\$ 20,801,160	\$ 7,500,107	\$ 509,556	\$ 2,302,972	(87,253)	(10,401,272)	(10,488,525)
General Revenues:							
Earnings on investments					3,878	120,108	123,986
Bond interest assessment					-	3,414,381	3,414,381
Gain/Loss on disposal of assets					(10,663)	(162,177)	(172,840)
Contributions					-	13,874	13,874
Miscellaneous					444,660	(1,434)	443,226
Total General Revenues					437,875	3,384,752	3,822,627
Change in Net Position					350,622	(7,016,520)	(6,665,898)
Net Position - Beginning					2,602,643	170,143,158	172,745,801
Prior Period Adjustment					-	4,544,917	4,544,917
Net Position - Ending					\$ 2,953,265	\$ 167,671,555	\$ 170,624,820

## **REQUIRED SUPPLEMENTARY INFORMATION**

**Wasatch County**  
**Condition Rating of County's Road System**  
**December 31, 2014**

	Total Miles 2009	Total Miles 2010	Total Miles 2011	Total Miles 2012	Total Miles 2013	Total Miles 2014	Percentage of Lane-Miles in Good or Better Condition					
	2009	2010	2011	2012	2013	2014	2009	2010	2011	2012	2013	2014
Paved	129.7	148.3	148.3	156.1	156.1	156.1	96.1%	96.5%	96.5%	95.1%	95.1%	95.1%
Gravel	130.5	121.1	121.1	114.0	114.0	114.0	97.2%	97.0%	97.0%	93.4%	93.4%	93.4%
Dirt	25.7	25.7	25.7	28.4	28.4	28.4	50.0%	50.0%	50.0%	75.9%	75.9%	75.9%
Overall System	<b>285.9</b>	<b>295.1</b>	<b>295.1</b>	<b>298.5</b>	<b>298.5</b>	<b>298.5</b>	<b>89.1%</b>	<b>89.5%</b>	<b>89.5%</b>	<b>92.3%</b>	<b>92.3%</b>	<b>92.3%</b>

	Total Miles 2009	Total Miles 2010	Total Miles 2011	Total Miles 2012	Total Miles 2013	Total Miles 2014	Percentage of Lane-Miles in Poor Conditions					
	2009	2010	2011	2012	2013	2014	2009	2010	2011	2012	2013	2014
Paved	5.3	5.3	5.3	8.0	8.0	8.0	3.9%	3.5%	3.5%	4.9%	4.9%	4.9%
Gravel	3.8	3.8	3.8	8.0	8.0	8.0	2.8%	3.0%	3.0%	6.6%	6.6%	6.6%
Dirt	25.7	25.7	25.7	9.0	9.0	9.0	50.0%	50.0%	50.0%	24.1%	24.1%	24.1%
Overall System	<b>34.8</b>	<b>34.8</b>	<b>34.8</b>	<b>25.0</b>	<b>25.0</b>	<b>25.0</b>	<b>10.9%</b>	<b>10.5%</b>	<b>10.5%</b>	<b>7.7%</b>	<b>7.7%</b>	<b>7.7%</b>

	Total Miles 2009	Total Miles 2010	Total Miles 2011	Total Miles 2012	Total Miles 2013	Total Miles 2014	Comparison of Needed-to-Actual Maintenance/Preservation					
	2009	2010	2011	2012	2013	2014	2009	2010	2011	2012	2013	2014
Paved:												
Needed	5.3	5.3	5.3	8.0	8.0	8.0						
Actual	6.0	6.0	6.0	6.0	6.0	6.0	113.2%	113.2%	113.2%	75.0%	75.0%	75.0%
Gravel:												
Needed	3.8	3.8	3.8	8.0	8.0	8.0						
Actual	0.0	0.0	0.0	0.0	0.0	0.0	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Dirt:												
Needed	25.7	25.7	25.7	9.0	9.0	9.0						
Actual	0.0	0.0	0.0	0.0	0.0	0.0	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Overall System:												
Needed	<b>34.8</b>	<b>34.8</b>	<b>34.8</b>	<b>25.0</b>	<b>25.0</b>	<b>25.0</b>						
Actual	<b>6.0</b>	<b>6.0</b>	<b>6.0</b>	<b>6.0</b>	<b>6.0</b>	<b>6.0</b>	<b>17.2%</b>	<b>17.2%</b>	<b>17.2%</b>	<b>24.0%</b>	<b>24.0%</b>	<b>24.0%</b>
Difference:	<b>28.8</b>	<b>28.8</b>	<b>28.8</b>	<b>19.0</b>	<b>19.0</b>	<b>19.0</b>	<b>82.8%</b>	<b>82.8%</b>	<b>82.8%</b>	<b>76.0%</b>	<b>76.0%</b>	<b>76.0%</b>

\*The condition of road pavement is measured using the American (AASHTO) pavement management system, which is based on stress factors found in pavement surfaces. The AASHTO pavement management system uses a measurement scale that is based on a condition index ranging from zero for a failed pavement to 100 for a pavement in perfect condition. The condition index is used to classify roads in good condition (70-100), fair condition (50-69), and substandard condition (less than 50). It is the County's policy to maintain at least 60 percent of its road system at a good or better condition level. No more than 15 percent should be in substandard condition. Condition assessments are determined every year

**Wasatch County**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2014**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Over(Under)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 10,068,706	\$ 10,068,706	\$ 10,443,804	\$ 375,098
Licenses and permits	681,500	681,500	1,253,029	571,529
Intergovernmental revenues	2,020,758	2,270,068	2,426,174	156,106
Charges for services	2,890,008	2,683,698	2,424,655	(259,043)
Fines and forfeitures	575,405	575,405	642,912	67,507
Investment income	21,000	21,000	40,054	19,054
Miscellaneous	88,982	128,982	137,579	8,597
Total Revenues	16,346,359	16,429,359	17,368,207	938,848
<b>EXPENDITURES</b>				
General government	5,579,721	5,787,906	5,918,346	130,440
Public safety	6,922,437	7,333,453	7,364,546	31,093
Public health	978,892	905,000	900,033	(4,967)
Street and public improvements	2,003,743	1,915,000	1,588,945	(326,055)
Parks, recreation, and public property	171,929	169,929	76,055	(93,874)
Conservation and economic development	121,548	125,000	124,411	(589)
Intergovernmental expenditures	408,789	408,789	405,138	(3,651)
Miscellaneous	26,500	26,500	23,452	(3,048)
Debt Service	-	127,062	127,062	-
Total Expenditures	16,213,559	16,798,639	16,527,988	(270,651)
Excess Revenues Over (Under) Expenditures	132,800	(369,280)	840,219	1,209,499
<b>Other financing sources (uses)</b>				
Transfers in	(300,000)	140,000	100,000	(40,000)
Transfers out	-	(193,238)	(925,000)	(731,762)
Contributions	-	9,200	5,566	(3,634)
Total Other Financing Sources and Uses	(300,000)	(44,038)	(819,434)	(775,396)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(167,200)	(413,318)	20,785	434,103
Fund Balances - Beginning	9,333,738	9,333,738	9,333,738	-
Fund Balances - Ending	\$ 9,166,538	\$ 8,920,420	\$ 9,354,523	\$ 434,103

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## **SUPPLEMENTARY INFORMATION**

# Wasatch County Combining Balance Sheet Non-major Governmental Funds December 31, 2014

	General Fund		Special Revenue Funds							Capital Project Funds			Debt Service Funds		Total	
	Was. Co. Fire Protect.	Parks & Recreation	Municipal Services	Public Health	Library	Convention Bureau	Tourist & Recreation	Liquor Distribution	Emergency 911 Service	Was. Co. Fire Protect.	Correctional Facilities	Special Events Center	Was. Co. Fire Protect.	Government Buildings	Parks & Recreation	Nonmajor Gvtl. Funds
<b>ASSETS</b>																
Cash and cash equivalents	\$ 746,847	\$ 210,908	\$ -	\$ 1,534,766	\$ 1,262,056	\$ 1,913,325	\$ 1,468,819	\$ -	\$ -	\$ 50,063	\$ -	\$ -	\$ 1,210,412	\$ -	\$ -	\$ 8,397,196
Restricted cash and cash equivalents	-	2,228	455,277	1,250	-	-	-	73,105	693,977	-	928,938	1,026,407	-	616,805	353,886	4,151,873
Receivable with Treasurer	-	301,869	-	131,613	226,717	-	-	-	-	-	-	-	-	113,725	41,837	815,761
Accounts receivable	49,744	-	115,154	113,744	-	233,913	78,939	-	29,640	142,464	-	-	-	-	-	763,598
Due from other govt. entities	395,550	-	-	-	-	-	-	-	-	-	-	-	-	-	-	395,550
Total Assets	1,192,141	515,005	570,431	1,781,373	1,488,773	2,147,238	1,547,758	73,105	723,617	192,527	928,938	1,026,407	1,210,412	730,530	395,723	14,523,978
<b>LIABILITIES AND FUND BALANCES</b>																
Liabilities:																
Accounts payable	15,522	44,474	6,974	21,162	18,734	311,634	-	-	3,513	263	477	950,219	-	-	-	1,372,972
Accrued payroll	17,176	34,270	-	44,962	14,143	11,236	-	-	-	29,527	-	-	-	-	-	151,314
Accrued compensated absences	-	57,767	-	63,091	62,476	4,599	-	-	-	-	-	-	-	-	-	187,933
Accrued liabilities	1,859	-	-	-	-	-	-	-	-	30,085	-	-	-	-	-	31,944
Contingencies	1,341,277	-	-	-	-	-	-	-	-	1,040,435	-	-	-	-	-	2,381,712
Due to other govt. entities	23,833	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,833
Total Liabilities	1,399,667	136,511	6,974	129,215	95,353	327,469	-	-	3,513	1,100,310	477	950,219	-	-	-	4,149,708
<b>DEFERRED INFLOWS OF RESOURCES</b>																
Uncollected ambulance service receipts	49,744	-	-	-	-	-	-	-	-	13,374	-	-	-	-	-	63,118
Uncollected assessments	-	-	-	-	-	-	-	-	-	112,420	-	-	-	-	-	112,420
Total deferred inflows of resources	49,744	-	-	-	-	-	-	-	-	125,794	-	-	-	-	-	175,538
Fund balances:																
Restricted:																
Municipal services	-	-	563,457	-	-	-	-	-	-	-	-	-	-	-	-	563,457
Emergency 911 service	-	-	-	-	-	-	-	-	720,104	-	-	-	-	-	-	720,104
Liquor distribution	-	-	-	-	-	-	-	73,105	-	-	-	-	-	-	-	73,105
Correctional facilities	-	-	-	-	-	-	-	-	-	-	928,461	-	-	-	-	928,461
Parks and recreation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	395,723	395,723
Special events center	-	-	-	-	-	-	-	-	-	-	-	76,188	-	-	-	76,188
Government buildings	-	-	-	-	-	-	-	-	-	-	-	-	-	730,530	-	730,530
Committed:																
Health	-	-	-	1,652,158	-	-	-	-	-	-	-	-	-	-	-	1,652,158
Parks and recreation	-	378,494	-	-	-	-	-	-	-	-	-	-	-	-	-	378,494
Library	-	-	-	-	1,393,420	-	-	-	-	-	-	-	-	-	-	1,393,420
Convention Bureau	-	-	-	-	-	1,819,769	-	-	-	-	-	-	-	-	-	1,819,769
Tourist and recreation	-	-	-	-	-	-	1,547,758	-	-	-	-	-	-	-	-	1,547,758
Assigned	-	-	-	-	-	-	-	-	-	-	-	-	1,210,412	-	-	1,210,412
Unassigned:	(257,270)	-	-	-	-	-	-	-	-	(1,033,577)	-	-	-	-	-	(1,290,847)
Total Fund Balances	(257,270)	378,494	563,457	1,652,158	1,393,420	1,819,769	1,547,758	73,105	720,104	(1,033,577)	928,461	76,188	1,210,412	730,530	395,723	10,198,732
Total Liabilities and Fund Balance	\$ 1,192,141	\$ 515,005	\$ 570,431	\$ 1,781,373	\$ 1,488,773	\$ 2,147,238	\$ 1,547,758	\$ 73,105	\$ 723,617	\$ 192,527	\$ 928,938	\$ 1,026,407	\$ 1,210,412	\$ 730,530	\$ 395,723	\$ 14,523,978

**Wasatch County**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-major Governmental Funds**  
**For the Year Ended December 31, 2014**

	Special Revenue Funds										Capital Project Funds			Debt Service Funds		Total Nonmajor Govtl Funds
	General Fund Was. Co. Fire Protect.	Parks & Recreation	Municipal Services	Public Health	Library	Convention Bureau	Tourist & Recreation	Liquor Distribution	Emergency 911 Service	Was. Co. Fire Protect.	Correctional Facilities	Special Events Center	Was. Co. Fire Protect.	Government Buildings	Parks & Recreation	
<b>Revenues</b>																
Property taxes - current	\$ 1,596,978	\$ 1,066,470	\$ -	\$ 464,974	\$ 800,768	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 399,489	\$ 147,721	\$ 4,476,400
Property taxes - delinquent	-	73,162	-	31,812	57,994	-	-	-	-	-	-	-	-	49,761	11,015	223,744
Fee in lieu of taxes	-	50,352	-	21,985	37,943	-	-	-	-	-	-	-	-	34,315	7,414	152,009
Tourist and recreation tax	-	-	-	-	-	-	472,781	-	-	-	-	-	-	-	-	472,781
Transient room taxes	-	-	-	-	-	1,434,202	-	-	-	-	-	-	-	-	-	1,434,202
Intergovernmental revenues	22,965	-	699,321	1,176,249	7,285	-	-	42,093	-	-	-	-	-	140,106	-	2,088,019
Charges for services	222,601	926,502	30,000	455,020	-	-	-	-	181,313	594,342	-	-	-	-	-	2,409,778
Impact fees	-	-	-	-	-	-	-	-	-	-	471,635	-	-	-	-	471,635
Miscellaneous	42	280,854	-	22,319	18,744	-	-	-	-	68,936	60,000	-	-	3,134	-	454,029
Interest revenue	348	-	3,436	6,359	5,071	8,251	6,132	168	3,206	-	3,884	2,065	4,620	314	1,272	45,126
<b>Total Revenues</b>	<b>1,842,934</b>	<b>2,397,340</b>	<b>732,757</b>	<b>2,178,718</b>	<b>927,805</b>	<b>1,442,453</b>	<b>478,913</b>	<b>42,261</b>	<b>184,519</b>	<b>663,278</b>	<b>535,519</b>	<b>2,065</b>	<b>4,620</b>	<b>627,119</b>	<b>167,422</b>	<b>12,227,723</b>
<b>Expenditures</b>																
General government	-	-	-	-	894,939	-	-	5,475	-	-	-	-	-	1,750	-	902,164
Public safety	2,160,538	-	-	-	-	-	-	-	48,390	1,204,222	-	-	-	-	-	3,413,150
Public health	-	-	-	2,006,713	-	-	-	-	-	-	-	-	-	-	-	2,006,713
Streets and public improvements	-	-	874,161	-	-	-	-	-	-	-	-	-	-	-	-	874,161
Parks, recreation and public property	-	2,563,470	-	-	-	-	1,740	-	-	-	-	-	-	-	-	2,565,210
Conservation and economical development	-	-	-	-	-	886,436	-	-	-	-	-	-	-	-	-	886,436
Capital outlay	-	-	-	-	1,203	-	-	-	-	-	53,815	991,699	-	-	-	1,046,717
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-	1,237,288	187,298	1,424,586
<b>Total Expenditures</b>	<b>2,160,538</b>	<b>2,563,470</b>	<b>874,161</b>	<b>2,006,713</b>	<b>896,142</b>	<b>886,436</b>	<b>1,740</b>	<b>5,475</b>	<b>48,390</b>	<b>1,204,222</b>	<b>53,815</b>	<b>991,699</b>	<b>-</b>	<b>1,239,038</b>	<b>187,298</b>	<b>13,119,137</b>
Excess Revenues Over (Under)																
Expenditures	(317,604)	(166,130)	(141,404)	172,005	31,663	556,017	477,173	36,786	136,129	(540,944)	481,704	(989,634)	4,620	(611,919)	(19,876)	(891,414)
<b>Other financing sources (uses)</b>																
Contributions from private sources	-	-	-	-	750	-	-	-	-	-	-	75,000	-	-	-	75,750
Contributions from (to) govt. entities	-	28,831	-	-	-	-	-	-	-	-	-	-	-	-	-	28,831
Sale of capital assets	4,250	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,250
Transfers in	-	224,878	-	-	-	-	-	-	-	-	-	650,000	-	638,559	-	1,513,437
Transfers out	-	(100,000)	-	-	-	(274,878)	(50,000)	-	(100,000)	-	(88,559)	(75,000)	-	-	-	(688,437)
<b>Total Other Financing Sources and Uses</b>	<b>4,250</b>	<b>153,709</b>	<b>-</b>	<b>-</b>	<b>750</b>	<b>(274,878)</b>	<b>(50,000)</b>	<b>-</b>	<b>(100,000)</b>	<b>-</b>	<b>(88,559)</b>	<b>650,000</b>	<b>-</b>	<b>638,559</b>	<b>-</b>	<b>933,831</b>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(313,354)	(12,421)	(141,404)	172,005	32,413	281,139	427,173	36,786	36,129	(540,944)	393,145	(339,634)	4,620	26,640	(19,876)	42,417
Fund Balances - Beginning	(15,002)	390,915	704,861	1,480,153	1,361,007	1,538,630	1,120,585	36,319	683,975	(537,849)	535,316	415,822	1,205,792	703,890	415,599	10,040,013
Prior period adjustment	71,086	-	-	-	-	-	-	-	-	45,216	-	-	-	-	-	116,302
<b>Fund Balances - Ending</b>	<b>\$ (257,270)</b>	<b>\$ 378,494</b>	<b>\$ 563,457</b>	<b>\$ 1,652,158</b>	<b>\$ 1,393,420</b>	<b>\$ 1,819,769</b>	<b>\$ 1,547,758</b>	<b>\$ 73,105</b>	<b>\$ 720,104</b>	<b>\$ (1,033,577)</b>	<b>\$ 928,461</b>	<b>\$ 76,188</b>	<b>\$ 1,210,412</b>	<b>\$ 730,530</b>	<b>\$ 395,723</b>	<b>\$ 10,198,732</b>

**Wasatch County**  
**Combining Statement of Net Position**  
**Non-major Proprietary Funds**  
**For the Year Ended December 31, 2014**

Nonmajor Business-Type Activities - Enterprise Funds				
	Brighton Estates Special Service District	Strawberry Lakeview District	Special Service Area #1	Total
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and cash equivalents	\$ 13,036	\$ 25,522	\$ 1,790,427	\$ 1,828,985
Receivables (net)	-	4,572	207,610	212,182
Due from related parties	-	726	152,058	152,784
Total Current Assets	<u>13,036</u>	<u>30,820</u>	<u>2,150,095</u>	<u>2,193,951</u>
<b>Noncurrent Assets</b>				
Equipment	-	-	25,955	25,955
Infrastructure	-	411,856	3,866	415,722
Accumulated depreciation	-	(128,430)	(27,089)	(155,519)
Total Noncurrent Assets	<u>-</u>	<u>283,426</u>	<u>2,732</u>	<u>286,158</u>
Total Assets	<u>13,036</u>	<u>314,246</u>	<u>2,152,827</u>	<u>2,480,109</u>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts payable	3,271	41	65	3,377
Due to other governmental agencies	-	47,386	734,744	782,130
Escrow deposits	-	345	70,200	70,545
Total Current Liabilities	<u>3,271</u>	<u>47,772</u>	<u>805,009</u>	<u>856,052</u>
<b>Noncurrent Liabilities:</b>				
Other noncurrent liabilities	-	96,000	-	96,000
Total Noncurrent Liabilities	<u>-</u>	<u>96,000</u>	<u>-</u>	<u>96,000</u>
Total Liabilities	<u>3,271</u>	<u>143,772</u>	<u>805,009</u>	<u>952,052</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	9,765	283,426	2,732	295,923
Unrestricted	-	(112,952)	1,345,086	1,232,134
Total Net Position	<u>\$ 9,765</u>	<u>\$ 170,474</u>	<u>\$ 1,347,818</u>	<u>\$ 1,528,057</u>

**Wasatch County**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Non-major Proprietary Funds**  
**For the Year Ended December 31, 2014**

	Nonmajor Business-Type Activities - Enterprise Funds			
	Brighton Estates Special Service District	Strawberry Lakeview District	Special Service Area #1	Total
Operating Revenues:				
Charges for sales and services	\$ 16,000	\$ 15,515	\$ 840,226	\$ 871,741
Total Operating Revenues	<u>16,000</u>	<u>15,515</u>	<u>840,226</u>	<u>871,741</u>
Operating Expenses:				
Materials and Supplies	-	3,969	781,331	785,300
Bad debt	-	46	-	46
Contractual Services	6,235	10,022	-	16,257
Utilities	-	1,346	-	1,346
Depreciation	-	9,317	77	9,394
Total operating expenses	<u>6,235</u>	<u>24,700</u>	<u>781,408</u>	<u>812,343</u>
Operating Income	<u>9,765</u>	<u>(9,185)</u>	<u>58,818</u>	<u>59,398</u>
Nonoperating Revenues (Expenses):				
Interest revenue	-	12	6,595	6,607
Gain (Loss) on sale of assets	-	(9,601)	-	(9,601)
Total Nonoperating Revenues (Expenses)	<u>-</u>	<u>(9,589)</u>	<u>6,595</u>	<u>(2,994)</u>
Net Income (Loss)	<u>9,765</u>	<u>(18,774)</u>	<u>65,413</u>	<u>56,404</u>
Change in net position	9,765	(18,774)	65,413	56,404
Total net position - beginning	-	189,248	1,282,405	1,471,653
Total net position - ending	<u>\$ 9,765</u>	<u>\$ 170,474</u>	<u>\$ 1,347,818</u>	<u>\$ 1,528,057</u>

**Wasatch County**  
**Combining Statement of Cash Flows**  
**Non-major Proprietary Funds**  
**For the Year Ended December 31, 2014**

	Nonmajor Business-Type Activities - Enterprise Funds			
	Brighton Estates Special Service District	Strawberry Lakeview District	Special Service Area #1	Total
<b>Cash Flows From Operating Activities</b>				
Receipts from customers and users	\$ 16,000	\$ 14,562	\$ 812,662	\$ 843,224
Payments to suppliers	(2,964)	(15,430)	(729,268)	(747,662)
Payments to employees	-	-	(16,114)	(16,114)
Net cash provided (used) by operating activities	13,036	(868)	67,280	79,448
<b>Cash Flows From Capital and Related Financing Activities</b>				
Increase (decrease) in due to/due from other gov. units	-	11,330	-	11,330
Purchases and construction of capital assets	-	(2,020)	-	(2,020)
Proceeds/Loss from sale of capital assets	-	(9,336)	-	(9,336)
Net cash provided (used) by capital and related financing activities	-	(26)	-	(26)
<b>Cash Flows From Investing Activities</b>				
Interest and dividends received	-	12	6,595	6,607
Net cash provided (used) by investing activities	-	12	6,595	6,607
Net increase (decrease) in cash and cash equivalents	13,036	(882)	73,875	86,029
Cash and cash equivalents, July 1	-	26,404	1,716,552	1,742,956
Cash and cash equivalents, June 30	\$ 13,036	\$ 25,522	\$ 1,790,427	\$ 1,828,985
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>				
Operating income	\$ 9,765	\$ (9,185)	\$ 58,818	\$ 59,398
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation expense	-	9,317	77	9,394
(Increase) decrease in accounts receivable	-	(767)	(27,563)	(28,330)
Increase (decrease) in accrued liabilities	3,271.00	(47)	35,948	39,172
Increase (decrease) in escrow deposits	-	(186)	-	(186)
Total adjustments	3,271.00	8,317	8,462	20,050
Net cash provided (used) by operating activities	\$ 13,036	\$ (868)	\$ 67,280	\$ 79,448

**Wasatch County**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**December 31, 2014**

	Internal Service Funds					
	Computer Replacement	Auto Fleet Maintenance	Auto Fleet Replacement	Information System Services	Communication Equipment	Total
<b>ASSETS</b>						
<b>Current Assets:</b>						
Cash and cash equivalents	\$ 124,545	\$ 280,127	\$ 27,436	\$ 81,532	\$ 196,549	\$ 710,189
Receivables (net)	-	-	9,700	-	3,620	13,320
Total Current Assets	<u>124,545</u>	<u>280,127</u>	<u>37,136</u>	<u>81,532</u>	<u>200,169</u>	<u>723,509</u>
<b>Noncurrent Assets</b>						
Equipment	94,933	-	1,519,300	115,384	135,035	1,864,652
Accumulated depreciation	(62,223)	-	(646,276)	(89,423)	(51,664)	(849,586)
Total Noncurrent Assets	<u>32,710</u>	<u>-</u>	<u>873,024</u>	<u>25,961</u>	<u>83,371</u>	<u>1,015,066</u>
Total Assets	<u>157,255</u>	<u>280,127</u>	<u>910,160</u>	<u>107,493</u>	<u>283,540</u>	<u>1,738,575</u>
<b>LIABILITIES</b>						
<b>Current Liabilities:</b>						
Accounts payable	6,270	2,840	-	87,882	38,196	135,188
Accrued payroll	-	-	-	14,146	1,978	16,124
Total Current Liabilities	<u>6,270</u>	<u>2,840</u>	<u>-</u>	<u>102,028</u>	<u>40,174</u>	<u>151,312</u>
<b>Noncurrent Liabilities:</b>						
Accrued compensated absences	-	-	-	15,117	24,097	39,214
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,117</u>	<u>24,097</u>	<u>39,214</u>
Total Liabilities	<u>6,270</u>	<u>2,840</u>	<u>-</u>	<u>117,145</u>	<u>64,271</u>	<u>190,526</u>
<b>NET POSITION</b>						
Net Investment in Capital Assets	32,710	-	873,024	25,961	83,371	1,015,066
Unrestricted	118,275	277,287	37,136	(35,613)	135,898	532,983
Total Net Position	<u>\$ 150,985</u>	<u>\$ 277,287</u>	<u>\$ 910,160</u>	<u>\$ (9,652)</u>	<u>\$ 219,269</u>	<u>\$ 1,548,049</u>

**Wasatch County**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Internal Service Funds**  
**For the Year Ended December 31, 2014**

	Internal Service Funds					
	Computer Replacement	Auto Fleet Maintenance	Auto Fleet Replacement	Information System Services	Communication Equipment	Total
Operating Revenues:						
Rent and maintenance	\$ 138,430	\$ 53,000	\$ 208,970	\$ 479,705	\$ 172,747	\$ 1,052,852
Total Operating Revenues	<u>138,430</u>	<u>53,000</u>	<u>208,970</u>	<u>479,705</u>	<u>172,747</u>	<u>1,052,852</u>
Operating Expenses:						
Salaries and wages	-	-	-	260,883	37,089	297,972
Employee benefits	-	-	-	129,806	23,804	153,610
Materials and Supplies	108,243	35,801	-	177,446	101,853	423,343
Depreciation	15,240	-	163,365	9,111	12,961	200,677
Total operating expenses	<u>123,483.00</u>	<u>35,801.00</u>	<u>163,365</u>	<u>577,246</u>	<u>175,707</u>	<u>624,020</u>
Operating Income (loss)	<u>14,947.00</u>	<u>17,199.00</u>	<u>45,605</u>	<u>(97,541)</u>	<u>(2,960)</u>	<u>428,832</u>
Nonoperating Revenues (Expenses):						
Interest revenue	433	1,289	299	360	891	3,272
Gain (Loss) on sale of assets	-	-	75,518	-	-	75,518
Total Nonoperating Revenues (Expenses)	<u>433</u>	<u>1,289</u>	<u>75,817</u>	<u>360</u>	<u>891</u>	<u>78,790</u>
Net Income (Loss)	<u>15,380</u>	<u>18,488</u>	<u>121,422</u>	<u>(97,181)</u>	<u>(2,069)</u>	<u>507,622</u>
Change in net position	15,380	18,488	121,422	(97,181)	(2,069)	56,040
Total net position - beginning	135,605	258,799	788,738	87,529	221,338	1,492,009
Total net position - ending	<u>\$ 150,985</u>	<u>\$ 277,287</u>	<u>\$ 910,160</u>	<u>\$ (9,652)</u>	<u>\$ 219,269</u>	<u>\$ 1,548,049</u>

**Wasatch County**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended December 31, 2014**

	Internal Service Funds					
	Computer Replacement	Auto Fleet Maintenance	Auto Fleet Replacement	Information System Services	Communication Equipment	Total
<b>Cash Flows From Operating Activities</b>						
Receipts from interfund services provided	\$ 138,430	\$ 53,000	\$ 199,270	\$ 479,705	\$ 172,691	\$ 1,043,096
Payments to suppliers	(102,999)	(38,348)	-	(105,780)	(72,318)	(319,445)
Payments to employees	-	-	-	(383,726)	(57,907)	(441,633)
Net cash provided (used) by operating activities	35,431	14,652	199,270	(9,801)	42,466	282,018
<b>Cash Flows From Capital and Related Financing Activities</b>						
Increase (decrease) in internal balances	-	-	6,610	-	-	6,610
Purchases and construction of capital assets	-	-	(341,530)	-	(24,854)	(366,384)
Proceeds from sale of capital assets	-	-	141,500	-	-	141,500
Net cash provided (used) by capital and related financing activities	-	-	(193,420)	-	(24,854)	(218,274)
<b>Cash Flows From Investing Activities</b>						
Interest and dividends received	433	1,289	299	360	891	3,272
Net cash provided (used) by investing activities	433	1,289	299	360	891	3,272
Net increase (decrease) in cash and cash equivalents	35,864	15,941	6,149	(9,441)	18,503	67,016
Cash and cash equivalents, July 1	88,681	264,186	21,287	90,973	178,046	643,173
Cash and cash equivalents, June 30	\$ 124,545	\$ 280,127	\$ 27,436	\$ 81,532	\$ 196,549	\$ 710,189
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>						
Operating income	\$ 14,947	\$ 17,199	\$ 45,605	\$ (97,541)	\$ (2,960)	\$ (22,750)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:						
Depreciation expense	15,240	-	163,365	9,111	12,961	200,677
(Increase) decrease in accounts receivable	-	-	(9,700)	-	(56)	(9,756)
Increase (decrease) in accrued liabilities	5,244.00	(2,547)	-	78,629	32,521	113,847
Total adjustments	20,484.00	(2,547)	153,665	87,740	45,426	304,768
Net cash provided (used) by operating activities	\$ 35,431	\$ 14,652	\$ 199,270	\$ (9,801)	\$ 42,466	\$ 282,018

**Wasatch County**  
**Statement of Treasurer's Receipts and Disbursements – Tax Collection Agency Fund**  
**For the Year Ended December 31, 2014**

	Treasurer's Balance January 1, 2014	Tax Collection Receipts	Current Taxes Apportioned	Delinquent Taxes, Interest, and Other Apportioned	Total	Disbursements	Treasurer's Balance December 31, 2014
<b>Treasurer's Collection Accounts</b>							
Current years taxes	\$ -	\$ 42,041,992	\$ 42,041,992	\$ -	\$ -	\$ -	\$ -
Fee-in-lieu assessments	-	2,051,698	2,051,698	-	-	-	-
Unattached personal property taxes	-	625,012	625,012	-	-	-	-
Current penalties	-	14,720	14,720	-	-	-	-
Redemption of prior years taxes	-	-	-	3,031,130	-	-	-
Penalties, interest, and costs	-	-	-	418,766	-	-	-
Interest due to taxing entities	9,612	8,000	-	8,149	9,463	-	9,463
	9,612	44,741,422	44,733,422	3,458,045	9,463	-	9,463
<b>Taxing Units</b>							
<b>County Funds</b>							
General	2,069,015		6,562,555	421,323	9,052,893	6,982,743	2,070,150
County bonds	206,543		426,276	49,478	682,297	475,621	206,676
County Interest and Penalty	-		-	255,294	255,294	255,294	-
Library	229,649		823,103	57,588	1,110,340	880,544	229,796
Health	127,000		477,897	31,576	636,473	509,387	127,086
State assessing and collecting taxes	170,779		33,308	42,352	246,439	75,554	170,885
Multi-County assessing and collecting 82%	-		38,318	-	38,318	38,318	-
Multi-County assessing and collecting 18%	-		8,020	-	8,020	8,020	-
Local assessing and collecting taxes	124,969		969,334	31,066	1,125,369	1,000,316	125,053
Park and recreation bond	44,625		152,274	10,938	207,837	163,183	44,654
Parks and Recreation SSD #21	292,561		1,096,023	72,620	1,461,204	1,168,447	292,757
<b>School Districts</b>							
Basic state school levy	1,675,642		5,405,207	413,326	7,494,175	5,817,508	1,676,667
Wasatch County School District	4,475,831		16,823,260	1,118,053	22,417,144	17,938,308	4,478,836
Wasatch County School District Bond	1,683,028		5,749,236	410,271	7,842,535	6,158,453	1,684,082
<b>Cities and Towns</b>							
Charleston	17,000		68,512	2,941	88,453	71,443	17,010
Daniel	8,335		45,634	1,948	55,917	47,582	8,335
Heber City	171,920		1,220,891	47,185	1,439,996	1,267,920	172,076
Hideout	3,559		27,226	13,924	44,709	41,150	3,559
Midway	190,800		711,861	41,836	944,497	753,560	190,937
Park City	176,544		611,484	2,936	790,964	614,303	176,661
Wallsburg	3,450		12,729	880	17,059	13,609	3,450
<b>Other Districts</b>							
Fire Protection SSD	240,331		1,520,435	63,713	1,824,479	1,583,988	240,491
Central Utah Water Conservancy District	463,471		1,604,742	116,903	2,185,116	1,721,347	463,769
Charleston Water Conservancy District	591		2,829	131	3,551	2,960	591
Soldier Summit SSD	8,683		8,954	871	18,508	9,825	8,683
Park City Fire District	22,630		58,463	-	81,093	58,463	22,630
Midway Sanitation District	14,912		52,059	3,382	70,353	55,332	15,021
Midway Sewer Improvement District	3,318		10,449	1,819	15,586	12,268	3,318
Twin Creek SSD	1,814		3,620	114,064	119,498	117,683	1,815
North Village SSD	52,276		-	-	52,276	-	52,276
Jordanelle SSD	95,335		9,547	65,924	170,806	75,471	95,335
Timberlakes Water	7,302		12,415	14,713	34,430	27,128	7,302
Transfer Station	-		-	-	-	-	-
Strawberry Lake View Estates	221		564	-	785	564	221
Jordanelle Fire District	2,125		22,923	503	25,551	23,426	2,125
Hideout Local District 1	973		10,846	5,869	17,688	16,715	973
Solid Waste Disposal SSD	53,870		152,428	44,618	250,916	197,046	53,870
	12,639,102	-	44,733,422	3,458,045	60,830,569	48,183,479	12,647,090
	\$ 12,648,714	\$ 44,741,422	\$ -	\$ -	\$ 60,840,032	\$ 48,183,479	\$ 12,656,553

**Wasatch County**  
**Statement of Current Taxes Levied, Collected, and Treasurer's Relief**  
**For the Year Ended December 31, 2014**

Taxing Units																Other Collections			
									Treasurer's Relief								Delinquencies		
	Year-End Real	Year-End Centrally Assessed	Year-End Personal	Current Real & Centrally	Prior Year Personal	Real & Centrally Assessed	Personal Property Taxes	Total Taxes Charged	Unpaid Taxes	Abatements	Other Relief	Total Treasurer's Relief	Net Taxes Collected	Collected Rate	Fee-In-Lieu /Age Based	Misc	Tax	Interest/ Penalties	
	Valuation in Dollars	Valuation In Dollars	Valuation In Dollars	Assessed Tax Rate	Property Tax Rate	Assessed Property Taxes Charged	Charged												
WASATCH COUNTY																			
General Operations	3,697,927,765	73,667,543	54,684,673	0.001734	0.001698	6,539,946	92,855	6,632,801	255,612	44,427	61,817	361,856	6,270,945	95%	291,633	1,135	397,149	23,017	
Interest and Sinking Fund/Bond	3,697,927,765	73,667,543	54,684,673	0.000107	0.000199	403,561	10,882	414,443	15,773	2,741	3,957	22,471	391,972	95%	34,305	133	46,637	2,706	
Library	3,697,927,765	73,667,543	54,684,673	0.000217	0.000220	818,436	12,031	830,467	31,988	5,560	7,744	45,292	785,175	95%	37,932	147	54,166	3,272	
Health	3,697,927,765	73,667,543	54,684,673	0.000126	0.000128	475,221	7,000	482,221	18,574	3,228	4,499	26,301	455,920	95%	21,979	86	29,773	1,715	
Multicounty Assessing & Collecting	3,697,927,765	73,667,543	54,684,673	0.000013	0.000158	49,031	8,640	57,671	1,622	282	9,429	11,333	46,338	80%	-	-	-	-	
County Assessing & Collecting	3,697,927,765	73,667,543	54,684,673	0.000264	0.000126	995,701	6,890	1,002,591	38,917	6,764	9,209	54,890	947,701	95%	21,635	84	29,293	1,687	
Park & Rec Bond	3,697,927,765	73,667,543	54,684,673	0.000040	0.000043	150,864	2,351	153,215	5,896	1,025	1,432	8,353	144,862	95%	7,412	29	10,298	610	
Park & Rec General	3,697,927,765	73,667,543	54,684,673	0.000289	0.000293	1,089,991	16,023	1,106,014	42,602	7,405	10,317	60,324	1,045,690	95%	50,337	196	68,464	3,956	
WASATCH COUNTY SCHOOL DISTRICT																			
Basic School Levy	3,697,927,765	73,667,543	54,684,673	0.001419	0.001535	5,351,894	83,941	5,435,835	209,178	36,357	50,770	296,305	5,139,530	95%	265,697	1,025	388,527	23,754	
School Distr.	3,697,927,765	73,667,543	54,684,673	0.004436	0.004498	16,730,797	245,972	16,976,768	653,920	113,656	158,376	925,952	16,050,816	95%	772,502	3,005	1,053,887	61,102	
School Distr. Bond	3,697,927,765	73,667,543	54,684,673	0.001513	0.001577	5,706,424	86,238	5,792,661	223,034	38,765	54,054	315,853	5,476,808	95%	272,448	1,054	386,115	23,081	
CHARLESTON TOWN																			
General Operations	51,636,703	3,519,764	650,995	0.001114	0.001049	61,444	683	62,127	3,549	654	(6,380)	(2,177)	64,304	104%	4,209	11	2,811	119	
DANIEL TOWN																			
General Operations	55,332,494	178,142	593,940	0.000758	0.000770	42,077	457	42,534	1,227	1,098	(1,298)	1,027	41,507	98%	4,128	-	1,803	143	
HEBER CITY																			
General Operations	774,275,196	8,371,011	25,116,926	0.001496	0.001146	1,170,839	28,784	1,199,623	38,399	14,209	1,705	54,313	1,145,310	95%	75,593	156	45,008	2,009	
HIDEOUT TOWN																			
General Operations	47,699,505	1,189,452	28,376	0.000721	0.000804	35,249	23	35,272	8,505	5	(335)	8,175	27,097	77%	129	-	12,996	928	
MIDWAY CITY																			
General Operations	609,283,748	2,402,933	5,042,613	0.001176	0.001241	719,344	6,258	725,601	34,269	7,522	14,987	56,778	668,823	92%	43,038	137	39,650	2,048	
PARK CITY																			
General Operations	295,540,030	104,413	240	0.002067	0.002131	611,097	1	611,098	-	-	(62)	(62)	611,160	100%	324	117	2,774	45	
WALLSBURG TOWN																			
General Operations	11,307,818	2,088,202	223,514	0.000873	0.000780	11,695	174	11,869	432	425	21	878	10,991	93%	1,738	-	845	35	
CHARLESTON WATER CONSERVANCY DISTRICT																			
Water Conservancy	57,348,854	579,418	432,935	0.000044	0.000041	2,549	18	2,567	123	31	(253)	(99)	2,666	104%	164	-	124	7	
MIDWAY SANITATION DISTRICT																			
County Improvement District	741,265,934	4,383,004	5,223,915	0.000071	0.000075	52,941	392	53,333	2,698	514	691	3,903	49,430	99%	2,629	109	3,106	167	
WASATCH COUNTY FIRE PROTECTION SPECIAL SE																			
Fire Protection	3,697,927,765	73,667,543	54,684,673	0.000419	0.000244	1,552,352	13,339	1,565,690	61,762	10,734	14,692	87,188	1,478,502	94%	41,935	160	59,906	3,644	
PARK CITY FIRE SERVICE DISTRICT																			
Fire Protection	64,379,086	12,569	240	0.000907	0.000950	58,403	0	58,403	-	-	(19)	(19)	58,422	100%	41	12	-	-	
HIDEOUT LOCAL DISTRICT #1																			
Public Streets	20,129,163	161,080	-	0.000800	0.000786	16,232	-	16,232	5,932	1	(477)	5,456	10,776	66%	70	-	5,539	329	
CENTRAL UTAH WATER CONSERVANCY DISTRICT																			
Water Conservancy	3,697,927,765	73,667,543	54,684,673	0.000422	0.000446	1,591,613	24,389	1,616,003	62,208	10,812	15,089	88,109	1,527,894	95%	76,855	298	109,962	6,637	
SOLDIER SUMMIT SPECIAL SERVICE DISTRICT																			
County Service Area	655,305	1,651,770	18,088	0.003857	0.003317	8,898	60	8,958	36	17	-	53	8,905	99%	49	-	869	2	
\$ 42,668,194 \$ 647,401 \$ 43,309,167 \$ 2,090,971 \$ 323,341 \$ 419,331 \$ 1,994,981 \$ 42,461,544 \$ 1,924,011 \$ 105,492 \$ 4,089,377 \$ 222,892																			

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***GOVERNMENT AUDITING STANDARDS REPORT***

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## **INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable County Council Members  
Wasatch County  
Heber City, Utah

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Wasatch County, Utah, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise Wasatch County's basic financial statements and have issued our report thereon dated August 25, 2015.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Wasatch County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Wasatch County's internal control. Accordingly, we do not express an opinion on the effectiveness of Wasatch County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in a separate letter to management, dated August 25, 2015, which we consider to be significant deficiencies in internal control over financial reporting.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Wasatch County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Wasatch County's Response to Findings**

Wasatch County's response to the findings identified in our audit is described in the schedule of findings accompanying the separate letter to management dated August 25, 2015. Wasatch County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Larson & Company, PC".

Larson & Company, PC  
Spanish Fork, Utah  
August 25, 2015

## **STATE COMPLIANCE REPORT**

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**INDEPENDENT AUDITORS' REPORT IN ACCORDANCE WITH THE *STATE COMPLIANCE AUDIT GUIDE* ON COMPLIANCE WITH GENERAL STATE COMPLIANCE REQUIREMENTS AND ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE AND ON THE SCHEDULE OF EXPENDITURES OF STATE AWARDS**

Honorable County Council Members  
Wasatch County  
Heber City, Utah

**Report on Compliance with General State Compliance Requirements and for Each Major State Program**

We have audited Wasatch County's compliance with the applicable general state and major state program compliance requirements described in the *State Compliance Audit Guide*, issued by the Office of the Utah State Auditor, that could have a direct and material effect on the County or each of its major state programs for the year ended December 31, 2014.

General state compliance requirements were tested for the year ended December 31, 2014 in the following areas:

- Budgetary Compliance
- Fund Balance
- Justice Court Compliance
- Utah Retirement System Compliance
- Enterprise Fund Transfers, Reimbursements, Loans, and Services
- Other State Grants, Contracts, and Loans
- Transient Room Tax

The County received state funding from the following programs classified as major programs for the year ended December 31, 2014:

- B and C Road Funds (Department of Transportation)
- C.J.C Grants (Justice Court State Grants)

***Management's Responsibility***

Management is responsible for compliance with the general state requirements referred to above and the requirements of law, regulations, contracts, and grants applicable to its state programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on the County's compliance based on our audit of the compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the *State Compliance Audit Guide*. Those standards and the *State Compliance Audit Guide* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on the County or its major state programs occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance with general state compliance requirements and for each major state program. However, our audit does not provide a legal determination of the County's compliance.

***Opinion on General State Compliance Requirements and Each Major State Program***

In our opinion Wasatch County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the County or on each of its major state programs for the year ended December 31, 2014.

### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the *State Compliance Audit Guide* and which are described in a separate letter to management dated August 25, 2015 as items SC-2015.1-3. Our opinion on compliance is not modified with respect to these matters.

The County's response to the noncompliance findings identifies in our audit is described our letter to management. The County's response was not subject to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered County's internal control over compliance with the compliance requirements that could have a direct and material effect on [the Entity] or on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance with general state compliance requirements and for each major state program and to test and report on internal control over compliance in accordance with the *State Compliance Audit Guide*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of County's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a general state or major state program compliance requirement on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a general state or major state program compliance requirement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a general state or major state program compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control and compliance and the results of that testing based on the requirements of the *State Compliance Audit Guide*. Accordingly, this report is not suitable for any other purpose.



Larson & Company, PC  
Spanish Fork, Utah  
August 25, 2015

**Wasatch County**  
**Schedule of Expenditures of Transient Room Taxes and Tourism,**  
**Recreation, Cultural and Conventional Facilities Taxes**  
**For the Year Ended December 31, 2014**

**Transient Room Taxes (TRT):**

Establishing and promoting:	
Recreation	\$ 126,864
Tourism	85,000
Conventions	70,000
Total	<u>281,864</u>
Acquiring, leasing, constructing, furnishing, or operating:	
Visitor information centers	425,085
Related facilities	179,487
Total	<u>604,572</u>
Mitigation Costs	
Payment of principal, interest, premiums, and reserves on bonds	274,878
Total expenditures of transient room taxes	<u><u>\$ 1,161,314</u></u>

**Tourism, Recreation, Culture, and Convention Facilities Taxes (TRCC):**

Financing tourism promotion	
Development, operation, and maintenance of:	
Tourist facilities	\$ 1,741
Recreation facilities	-
Total	<u>1,741</u>
Payment of principal, interest, premiums, and reserves on bonds	50,000
Total expenditures of tourism, recreation, culture, and convention facilities taxes	<u><u>\$ 51,741</u></u>

**Wasatch County**  
**Schedule of Expenditures of State Grants, Contracts, and Loan Funds**  
**For the Year Ended December 31, 2014**

Account	Grant Name	Award/Contract # (if applicable)	Year of Last Audit	Expenditures 2014
<b><u>C.J.C. State Grants</u></b>				
10-3372-000-000	DEPT 080		2014	\$ 123,844
10-3872-003-000	DEPT 080			9,000
10-3872-006-000	DEPT 080			-
	<b>Subtotal – County Justice Court State Grants</b>			<b>132,844</b>
<b><u>Liquor Distribution</u></b>				
22-3358-000-000	ALCOHOL BEVERAGE ENFORCEMENT & TREATMENT DIST			42,093
	<b>Subtotal – Liquor Fund Allotment</b>			<b>42,093</b>
<b><u>B &amp; C Road Funds</u></b>				
21-3357-000-000	UDOT		2014	699,322
	<b>Subtotal – B &amp; C Road Funds</b>			<b>699,322</b>
<b><u>Public Health</u></b>				
23-3310-000-000	DEPT 270			48,255
23-3340-000-000	DEPT 270			1,173
23-3356-000-000	DEPT OF ENV QUALITY - DEPT 480			72,736
23-3357-000-000	DEPT 180			12,500
23-3379-000-000	DEPT 270			27,797
23-3382-000-000	DEPT 270			2,045
23-3384-000-000	DEPT 270			47,085
23-3394-000-000	DEPT 270			2,250
23-3397-000-000	DEPT 270			7,372
	<b>Subtotal – Public Health</b>			<b>221,213</b>
<b><u>Misc State Grants</u></b>				
10-3347-000-000	FIRE WARDEN SALARY			6,030
10-3370-000-000	ADFG SHERIFF CAMERA & INTOXIMETER			5,728
10-3329-000-000	EMS AMBULANCE GRANT (PAID SHORT)			50
10-3328-000-000	DEPT OF NATURAL RESOURCES			6,275
32-3612-000-000	STATE LEASE			140,106
10-3313-000-000	WATER QUALITY			99,555
	<b>Subtotal – Misc</b>			<b>257,744</b>
<b><u>Library State Grants</u></b>				
72-3341-000-000	STATE LIBRARY			7,285
	<b>Subtotal – Library</b>			<b>7,285</b>
	<b>TOTAL GRANT, CONTRACT AND LOAN FUND EXPENDITURES</b>			<b>\$ 1,360,501</b>

## **SINGLE AUDIT REPORTS**

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Honorable County Council Members  
Wasatch County  
Heber City, Utah

**Report on Compliance for Each Major Federal Program**

We have audited Wasatch County, Utah's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Wasatch County's major federal programs for the year ended December 31, 2014. Wasatch County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of Wasatch County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Wasatch County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Wasatch County's compliance.

***Opinion on Each Major Federal Program***

In our opinion, Wasatch County, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs. Our opinion on each major federal program is not modified with respect to these matters.

Wasatch County's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Wasatch County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## Report on Internal Control Over Compliance

Management of Wasatch County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Wasatch County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Wasatch County's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Larson & Company, PC  
Spanish Fork, Utah  
August 25, 2015

**Wasatch County**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended December 31, 2014**

**SUMMARY OF AUDIT RESULTS**

1. The independent auditors' report expresses an unqualified opinion on the basic financial statements of the Wasatch County.
2. No reportable conditions related to the audit of the financial statements are reported in the Auditors' Report on Internal Controls and Compliance with Laws and Regulations.
3. No instances of noncompliance material to the financial statements of the Wasatch County were disclosed during the audit.
4. No material weaknesses relating to the audit of the major federal award program is reported in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The independent auditors' report on compliance for the major federal award programs for the Wasatch County, expresses an unqualified opinion.
6. The audit disclosed no audit findings that are required to be reported under OMB Circular A-133.
7. The programs tested as a major programs include:

Block Grants for Prevention and Treatment of Substance Abuse	93.959
Special Supplemental Nutrition Program for Women, Infants and Children	10.557
8. The threshold for distinguishing Types A and B programs is \$300,000 of federal awards expended.
9. Wasatch County was determined not to be a low-risk auditee.

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**Wasatch County, Utah  
Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2014**

**FINANCIAL STATEMENT FINDINGS**

**None noted**

**PRIOR YEAR FINANCIAL STATEMENT FINDINGS**

**None noted**

**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**None noted**

**SUMMARY OF PRIOR YEAR FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**Finding: Late filing of Single Audit with Federal Award Clearinghouse (FAC)**

It was noted that the County did not meet the 9 month requirement to file their single audit report and schedule of expenditures of federal awards. This was due to the delay in receiving audited financial statements from some of the County's component units.

**Recommendation:**

We recommend that the County do what's in its power to ensure that all information required to complete the financial statements is received in a timely manner.

**Status of Finding:**

Issue appears to be corrected this period.

**Wasatch County, Utah**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2014**

Federal Grantor/Pass-Thru/ Grantor/Program Title	Federal CFDA Number	Direct or Pass-Through Grantors Contract	Program Expenditures
<b>U.S. Department of Agriculture</b>			
Passed Through State Department of Health			
* Special Supplemental Nutritional Program for Women, Infants and Children	10.557	141272	292,618
* Special Supplemental Nutritional Program for Women, Infants and Children	10.557	141272	169,905
Subtotal for grants passed through the State Department of Health			462,523
Forest Reserve	10.665	13UCA51-9	41,105
FDA Retail Inspections	10.542	132438	3,038
Total U.S. Department of Agriculture			506,666
<b>U.S. Department of Homeland Security</b>			
Homeland Security Grant Program	97.067	DES-2009-SHSP-002	34,128
Emergency Management Contract	97.042	WASA-13HMEP/WASA-13EMPG	43,668
Total U.S. Department of Homeland Security			77,796
<b>U.S. Department of the Interior</b>			
Noxious Weed Control - CWMA	15.230	140488	127,865
Total Department of the Interior			127,865
<b>U.S. Department of Health and Human Services</b>			
Passed Through State Department of Human Services			
* Block Grants for Prevention and Treatment of Substance Abuse	93.959	132590	737,339
NACCHO-MRC	93.008	MRC 13-0554	3,500
Regional Preparedness Planning	93.069	140029	18,454
Preparedness EPI	93.069	140029	195,480
Immunization Basic	93.268	131775	63,267
STD Program	93.977	131775	1,530
TB Elimination	93.116	131775	1,396
Bewise	93.094	132434	8,977
UCAN	93.283	132434	11,220
Comprehensive Tobacco - CDC	93.283	132434	14,587
Cancer Control	93.919	132434	4,744
ELC ACA Healthcare	93.521	131355	6,142
CTG	93.531	132428	34,125
Medical Assistance Program - Consumer Education	93.778	140607	18,238
Medical Assistance Program - CHEC PROF	93.778	140607	11,065
MRC Development	93.889	140029	6,705
MCH Block	93.994	132428	22,120
Injury	93.994	132428	21,673
PANO	93.991 & 93-945	132428	46,254
Total U.S. Department of Health and Human Services			1,226,816
<b>U.S. Department of Justice</b>			
Victim's Advocate Grant	16.575	13-VOCA-80	23,517
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b>\$ 1,962,660</b>

\* Denotes a Major Program

**Wasatch County, Utah**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2014**

**1. GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Wasatch County (County). The County reporting entity is defined in Note 1 to the basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed-through other government agencies are included on the schedule of expenditures of federal awards. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

**2. BASIS OF ACCOUNTING**

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting for expenditures in governmental fund types and on the accrual basis for expenses in proprietary fund types, which is described in Note 1 to the basic financial statements. Revenues are recognized in the accounting period in which qualifying expenditure occurs. Expenditures are recognized in the accounting period in which the fund liability is incurred and measurable.

**3. NON-CASH ASSISTANCE**

The County did not receive any non-cash assistance.

**4. LOANS OUTSTANDING**

The County did not have any federally insured loans outstanding at year end.